

**AUDITED FINANCIAL STATEMENTS**

**CLARENDON COUNTY**

**MANNING, SOUTH CAROLINA**

**JUNE 30, 2016**

AUDITED FINANCIAL STATEMENTS

CLARENDON COUNTY

MANNING, SOUTH CAROLINA

JUNE 30, 2016

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## INDEPENDENT AUDITOR'S REPORT

To the Members of the  
Clarendon County Council  
Manning, South Carolina

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Clarendon County, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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## INDEPENDENT AUDITOR'S REPORT

(continued)

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Clarendon County, as of June 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of funding progress for retirees' health plan information, and the schedules of the County's proportionate share of the net pension liability and contributions on pages 7 through 14, 83, and 84 through 87 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

**INDEPENDENT AUDITOR'S REPORT**  
(continued)

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Clarendon County's basic financial statements. The combining and individual fund schedules, supplemental section, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual fund schedules, supplemental section, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund schedules, supplemental section, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The statistical section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 16, 2017, on our consideration of Clarendon County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Clarendon County's internal control over financial reporting and compliance.

*McGregor & Co. LLP*

Orangeburg, South Carolina  
January 16, 2017

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2016**

Clarendon County's discussion and analysis offers readers of the County's financial statements a narrative overview and analysis of the County's financial activities for the fiscal year ended June 30, 2016. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, and in the financial statements and notes to the financial statements.

The government-wide financial statements include not only Clarendon County and its blended component units (known as the primary government), but also legally separate entities for which the County is financially accountable. Information included in this discussion and analysis focuses on the activities of the primary government. Accordingly, information provided does not include the activities of discretely-presented component units.

**Financial Highlights:**

- Clarendon County's assets exceeded its liabilities at June 30, 2016 by \$11.4 million (net position).
- The County's total net position increased \$2.2 million over the previous year.
- At June 30, 2016, the County's governmental fund balance sheet reported a combined ending fund balance of \$12.9 million, a decrease of \$1.4 million under the previous fiscal year. Of the \$12.9 million, \$9.1 million remains in the various funds of the County as committed, assigned or unassigned.
- The General Fund reported a fund balance of \$2.4 million, reflecting a \$1.2 million decrease from last fiscal year. This ending balance equates to 10.5% of General Fund expenditures for the year.
- Total bonded debt increased \$0.4 million during the fiscal year.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to Clarendon County's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2016

**Government-wide financial statements:** The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the County's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Clarendon County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The County's governmental activities include general government, public safety, judicial, physical environment, economic environment, transportation, human services, and cultural/recreation. Financial information in the government-wide financial statements distinguishes discretely-presented component units from the financial information for the primary government itself.

The government-wide financial statements can be found on pages 15 and 16 of this report.

**Fund financial statements:** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Clarendon County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

*Governmental funds:* Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2016**

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Clarendon County maintains 14 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Capital Projects Fund, General County Debt Service Fund, Fire Services Fund and C-Program Roads Fund which are considered to be major funds. Data from other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Clarendon County adopts an annual appropriation budget for its governmental funds. Budgetary comparison statements have been provided for these funds to demonstrate compliance with the budget.

The basic governmental funds financial statements can be found on pages 17 through 20 of this report.

*Proprietary funds:* Clarendon County utilizes two proprietary funds associated with its Water and Sewer related activities and the Weldon Auditorium. These statements are found on pages 21 through 23.

*Fiduciary fund:* Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs.

The basic fiduciary fund financial statement can be found on page 24 of this report.

**Notes to the financial statements:** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 28 through 82 of this report.

**Other information:** In addition to the basic financial statements and accompanying notes, the combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 88 through 93 of this report.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2016**

**Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Clarendon County, assets exceeded liabilities by \$11.4 million at the close of the most recent fiscal year. The County's increase in net position for this fiscal year amounts to \$2.2 million, an increase of 24.4%.

The largest portion of the County's net position (\$23.0 million) reflects its investment in capital assets (e.g. land, buildings, infrastructure, machinery and equipment); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**Clarendon County's Net Position  
(Dollars in Thousands)**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Current and other assets	\$ 15,954	\$ 16,344	\$ 781	\$ 958	\$ 16,735	\$ 17,302
Capital assets	<u>35,260</u>	<u>32,640</u>	<u>11,653</u>	<u>8,474</u>	<u>46,913</u>	<u>41,114</u>
Total assets	<u>51,214</u>	<u>48,984</u>	<u>12,434</u>	<u>9,432</u>	<u>63,648</u>	<u>58,416</u>
Deferred outflows of resources	<u>1,614</u>	<u>1,488</u>	<u>22</u>	<u>26</u>	<u>1,636</u>	<u>1,514</u>
Long-term liabilities outstanding	41,374	39,916	8,005	6,733	49,379	46,649
Other liabilities	<u>2,166</u>	<u>1,073</u>	<u>1,875</u>	<u>1,417</u>	<u>4,041</u>	<u>2,490</u>
Total liabilities	<u>43,540</u>	<u>40,989</u>	<u>9,880</u>	<u>8,150</u>	<u>53,420</u>	<u>49,139</u>
Deferred inflows of resources	<u>437</u>	<u>1,583</u>	<u>6</u>	<u>25</u>	<u>443</u>	<u>1,608</u>
Net position:						
Invested in capital assets, net of related debt	21,158	19,274	1,870	857	23,028	20,131
Restricted	3,904	3,155	772	741	4,676	3,896
Unrestricted	<u>(16,211)</u>	<u>(14,529)</u>	<u>(72)</u>	<u>(315)</u>	<u>(16,283)</u>	<u>(14,844)</u>
Total net position	<u>\$ 8,851</u>	<u>\$ 7,900</u>	<u>\$ 2,570</u>	<u>\$ 1,283</u>	<u>\$ 11,421</u>	<u>\$ 9,183</u>

An additional portion of the County's net position of the governmental activities (\$3.9 million) represents resources that are subject to external restrictions on how they may be used or deemed to be unspendable. A significant transaction that impacted the Statement of Net Position was GASB statement 68 inclusion of \$17.0 million of net pension liability (\$15.5 million at previous fiscal year end).

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2016**

At the end of the current fiscal year, Clarendon County is able to report positive balances in all of its net position categories as a whole within its governmental activities. The business-type activities also reflect a positive balance in net position at fiscal year end.

The changes in net position displayed below shows the governmental activities during the fiscal year. Increases in property taxes, when combined with increased federal and state grant revenue, offset an increase in general government expenditures. Included below are unfunded OPEB expenditures of \$0.8 million in the current fiscal year negatively impacting changes in net position.

**Clarendon County's Changes in Net Position  
(Dollars in Thousands)**

	Governmental Activities		Business-type Activities		Total	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
<b>Revenues</b>						
<b>Program Revenues:</b>						
Charges from Services	\$ 2,439	\$ 2,295	\$ 753	\$ 784	\$ 3,192	\$ 3,079
Grants and Contributions	1,715	1,503	1,288	-	3,003	1,503
<b>General revenues:</b>						
Ad valorem taxes	17,791	17,048	-	-	17,791	17,048
Other taxes	3,124	2,904	-	-	3,124	2,904
State shared	6,734	3,441	-	-	6,734	3,441
Interest	28	20	1	-	29	20
Other	<u>312</u>	<u>152</u>	<u>-</u>	<u>-</u>	<u>312</u>	<u>152</u>
<b>Total revenues</b>	<b>32,143</b>	<b>27,363</b>	<b>2,042</b>	<b>784</b>	<b>34,185</b>	<b>28,147</b>
<b>Expenses:</b>						
<b>Program Activities:</b>						
<b>Government Activities:</b>						
General government	9,973	7,017	-	-	9,973	7,017
Public safety	11,377	10,699	-	-	11,377	10,699
Physical environment	3,738	3,576	-	-	3,738	3,576
Transportation	140	224	-	-	140	224
Economic environment	664	644	-	-	664	644
Court related	1,864	1,914	-	-	1,864	1,914
Cultural and recreational	750	695	-	-	750	695
Agencies	848	904	-	-	848	904
Interest on long-term debt	1,561	774	-	-	1,561	774
<b>Business-type Activities:</b>						
Water and sewer fund	-	-	664	728	664	728
Weldon Auditorium	<u>-</u>	<u>-</u>	<u>427</u>	<u>434</u>	<u>427</u>	<u>434</u>
<b>Total expenses</b>	<b>30,915</b>	<b>26,447</b>	<b>1,091</b>	<b>1,162</b>	<b>32,006</b>	<b>27,609</b>
Contributions	-	161	-	-	-	161
Transfers in (out)	<u>(277)</u>	<u>(333)</u>	<u>336</u>	<u>373</u>	<u>59</u>	<u>40</u>
<b>Change in net position</b>	<b><u>\$ 951</u></b>	<b><u>\$ 744</u></b>	<b><u>\$ 1,287</u></b>	<b><u>\$ (5)</u></b>	<b><u>\$ 2,238</u></b>	<b><u>\$ 739</u></b>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2016**

**Primary Governmental Activities:** Revenues for the County's governmental activities were \$32.1 million for fiscal year 2016 and \$2.0 million for its Business-type activities. Taxes constitute the largest source of County revenues, amounting to approximately \$21.0 million for the fiscal year 2016. Real property taxes (\$13.1 million) represent 63% of total taxes and 41% of all revenue combined. Lastly, intergovernmental revenues increased to \$6.7 million for the fiscal year end.

### **Financial Analysis of Clarendon County's Funds**

As noted earlier, Clarendon County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds:** The focus of Clarendon County governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Clarendon County's financing requirements. In particular, non-restricted fund balances (committed, assigned and unassigned) may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of June 30, 2016, Clarendon County governmental funds reported combined fund balances of \$12.9 million, a decrease of \$1.4 million under the prior year balances. Decreases in the General Fund (2015 Flood) and completion of capital projects (Courthouse renovation) were off set with increases in non-recurring state proviso funding for roads construction.

The General Fund is the chief operating fund of the County. At June 30, 2016, total fund balance in the General Fund was \$2.4 million, of which \$1.4 million was not restricted. As a measure of the General Fund's liquidity, the total and unrestricted fund balances compared to total fund expenditures shows percentages of 10.5% and 6.2%, respectively. The fund balance of the General Fund showed a decrease of 32.7%, or \$1.2 million during the fiscal year as Flood related expenses exceeded recognized grant revenues from both the federal and state sources.

### **General Fund Budgetary Highlights**

A budget to actual statement is provided for the General Fund. A budget column for both the original budget adopted for fiscal year 2016 as well as the final budget is presented. Historically, neither grant revenue nor expenditures are budgeted; however, the supplemental (final) budget did include \$1.75 million in FEMA Public Assistance. Of this amount, \$0.7 million is still in process (as a result not reflected in reported revenue). The County anticipates receipt of the balance of these FEMA Public Assistance grants in January, 2017. The variances reflected are primarily a result of related grant activities (FEMA Public Assistance) and savings incurred at the departmental level (staffing levels less than budgeted).

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2016**

**Capital Asset and Debt Administration**

**Capital assets:** Clarendon County's investment in capital assets for its governmental type activities as of June 30, 2016 amounts to \$35.3 million (net of accumulated depreciation) and \$10.8 million within its business-type activity. This investment in capital assets includes land, buildings and improvements, machinery and equipment and construction in progress. Clarendon County's investment in capital assets for the fiscal year was up 12.0% as expansions to the county's water system were started; as well as the acquisition of a building to house various governmental functions (upon completion of required renovations).

**Clarendon County's Capital Assets (Net)  
(Dollars in Thousands)**

	Government Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land	\$ 2,936	\$ 3,034	\$ 120	\$ 120	\$ 3,056	\$ 3,154
Infrastructure	4,700	3,562	-	-	4,700	3,562
Construction in progress	1,690	6,962	2,714	176	4,404	7,138
Buildings and improvements	22,727	16,875	2,966	3,052	25,693	19,927
Water distribution system	-	-	4,798	4,949	4,798	4,949
Machinery and equipment	<u>3,207</u>	<u>2,207</u>	<u>200</u>	<u>177</u>	<u>3,407</u>	<u>2,384</u>
Total	<u>\$ 35,260</u>	<u>\$ 32,640</u>	<u>\$10,798</u>	<u>\$ 8,474</u>	<u>\$ 46,058</u>	<u>\$ 41,114</u>

Additional information on the County's capital assets can be found in Note 6 on pages 44 through 48 of this report.

**Long-term debt:** At the end of the current fiscal year, Clarendon County had a total bonded debt outstanding of \$26.2 million, of which \$5.7 million is backed by the full faith and credit of the County.

**Clarendon County's Outstanding Debt  
(Dollars in Thousands)**

	2016	2015
General obligation bond(s)	\$ 5,715	\$ 5,463
Revenue bond(s)	20,199	19,938
Capital lease(s)	<u>266</u>	<u>393</u>
	<u>\$ 26,180</u>	<u>\$ 25,794</u>

The County's total debt increased \$0.4 million as debt service requirements were slightly less than new debt issuance. The County currently has a rating of "A+" from Standard & Poor's Corporation on general obligation bond issues. As of June 30, 2016, the County's general obligation debt and capital lease approximated one hundred seventy-one dollars (\$171) per capita.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2016**

**Additional information on Clarendon County's long-term debt can be found in Note 8 on pages 50 through 60 of this report.**

**Economic Factors and Next Year's Budgets and Rates**

- The unemployment rate for Clarendon County is currently 7.2%, which represents a decrease from a year ago. This compares to the state's average unemployment rate of 5.4% and the national average rate of 4.9%.
- Assessed taxable property valuation increased to \$105.4 million in 2016, primarily in the real property and vehicle sectors.
- While county-wide gross taxable sales declined from \$471 million in 2015 to \$425 million in 2016; net taxable sales actually increased 7.5% to \$158 million in 2016.

All of these factors were considered in preparing the County's budget for the 2017 fiscal year. Per the Fiscal Year 2017 Adopted Budget, disbursements are budgeted at \$20.8 million, an 8.0% reduction from the fiscal year 2016 level for the General Fund. The County's commitment to programs such as public safety, health and welfare, community development, public works, and parks, recreation, and cultural activities remains strong. However, pressures on the County's budget due to the additional resources required to keep our communities safe will continue to be a challenge for the County in light of legislated constraints to revenue growth.

**Requests for Information**

This financial report is designed to provide a general overview of Clarendon County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to County Chief Financial Officer, 411 Sunset Drive, Manning, South Carolina 29102. Complete financial statements for each individual component unit may be obtained at each respective administrative office.

CLARENDON COUNTY, SOUTH CAROLINA  
STATEMENTS OF NET POSITION  
JUNE 30, 2016

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Harvin Clarendon County Library	Business Development Corp.
<b>ASSETS</b>					
<b>Current assets:</b>					
Cash and cash equivalents - Note 3	\$ 11,075,548	\$ 370,683	\$ 11,446,231	\$ 172,726	\$ 1,267,268
Receivables:					
Delinquent taxes	2,012,909	-	2,012,909	-	-
Other	169,225	68,404	237,629	2,726	-
Due from fiduciary funds	106,577	-	106,577	-	-
Due from component unit	250,000	-	250,000	-	-
Prepaid expense	-	1,000	1,000	16,755	-
Due from other governments	2,273,598	341,095	2,614,693	-	64,625
Inventories	65,937	-	65,937	-	-
Promises to Give	-	-	-	-	21,269
Capital leases and notes receivable - Note 5	-	-	-	-	43,500
Total current assets	<u>15,953,794</u>	<u>781,182</u>	<u>16,734,976</u>	<u>192,207</u>	<u>1,396,662</u>
<b>Non-current assets:</b>					
Restricted cash and cash equivalents	-	855,068	855,068	-	-
Notes receivable - Note 5	-	-	-	-	579,397
Promises to Give	-	-	-	-	132,490
Non-depreciable capital assets-net - Note 6	4,626,039	2,833,778	7,459,817	24,000	3,506,297
Depreciable capital assets-net - Note 6	30,634,070	7,963,789	38,597,859	107,498	3,003,154
Total non-current assets	<u>35,260,109</u>	<u>11,652,635</u>	<u>46,912,744</u>	<u>131,498</u>	<u>7,221,338</u>
Total assets	<u>51,213,903</u>	<u>12,433,817</u>	<u>63,647,720</u>	<u>323,705</u>	<u>8,618,000</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Pension Deferrals	1,614,308	21,699	1,636,007	56,026	-
Total deferred outflows of resources	<u>1,614,308</u>	<u>21,699</u>	<u>1,636,007</u>	<u>56,026</u>	<u>-</u>
<b>LIABILITIES</b>					
<b>Current liabilities (payable from current assets):</b>					
Accounts payable	491,268	87,047	578,315	4,571	6,498
Due to other governments	103,276	-	103,276	-	-
Internal balances	(1,586,201)	1,586,201	-	-	-
Due to fiduciary funds - Note 7	-	-	-	-	-
Unearned revenue	65,579	57,438	123,017	-	718,913
Note payable - Note 9	-	-	-	-	384,570
Other liabilities	491,345	-	491,345	-	-
Accrued compensated absences - Note 9	84,610	1,157	85,767	-	-
Closures and maintenance costs payable - Note 9	26,600	-	26,600	-	-
Capital lease - Note 9	89,792	-	89,792	-	-
BAN payable - Note 8	1,750,000	-	1,750,000	-	-
Bond payable - Note 9	650,237	142,939	793,176	-	-
Total current liabilities	<u>2,166,506</u>	<u>1,874,782</u>	<u>4,041,288</u>	<u>4,571</u>	<u>1,109,981</u>
<b>Non-current liabilities:</b>					
Accrued compensated absences - Note 9	450,895	6,164	457,059	15,026	-
Closures and maintenance costs payable - Note 9	517,600	-	517,600	-	-
Note payable	-	-	-	-	1,241,519
Net pension liability - Note 12	16,781,002	265,402	17,046,404	651,654	-
OPEB payable - Note 13	5,983,610	77,400	6,061,010	216,935	-
Capital lease - Note 9	176,618	-	176,618	-	-
Bond payable - Note 9	17,464,421	7,655,991	25,120,412	-	-
Total long-term liabilities	<u>41,374,146</u>	<u>8,004,957</u>	<u>49,379,103</u>	<u>883,615</u>	<u>1,241,519</u>
Total liabilities	<u>43,540,652</u>	<u>9,879,739</u>	<u>53,420,391</u>	<u>888,186</u>	<u>2,351,500</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Bond premium	226,694	-	226,694	-	-
Pension Deferrals	210,038	6,006	216,044	1,165	-
Total deferred inflows of resources	<u>436,732</u>	<u>6,006</u>	<u>442,738</u>	<u>1,165</u>	<u>-</u>
<b>NET POSITION</b>					
Net investment in capital assets	21,157,702	1,870,153	23,027,855	131,498	-
Restricted:					
Debt service	2,996,843	772,117	3,768,960	-	-
Local option sales tax revenue	906,882	-	906,882	-	-
I-95 Mega-site	-	-	-	-	1,312,919
Unrestricted	(16,210,600)	(72,499)	(16,283,099)	(641,118)	4,953,581
Total net position	<u>\$ 8,850,827</u>	<u>\$ 2,569,771</u>	<u>\$ 11,420,598</u>	<u>\$ (509,620)</u>	<u>\$ 6,266,500</u>

The accompanying notes are an integral part of the financial statements.

**CLARENDON COUNTY, SOUTH CAROLINA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2016**

Functions/Programs	Net (Expense) Revenue and Changes in Net Position								
	Program Revenues				Primary Government			Component Units	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	Harvin Clarendon County Library	Business Development Corporation
<b>Primary Government:</b>									
Governmental activities:									
Public safety	\$ 11,377,492	\$ 458,574	\$ 220,083	\$ 77,022	\$ (10,621,813)	\$ -	\$ (10,621,813)		
General government	9,973,304	123,766	218,221	-	(9,631,317)	-	(9,631,317)		
Agencies	847,508	-	-	-	(847,508)	-	(847,508)		
Physical environment	3,737,910	975,319	1,118,211	-	(1,644,380)	-	(1,644,380)		
Court related	1,863,763	689,055	-	-	(1,174,708)	-	(1,174,708)		
Economic environment	663,815	72,166	-	-	(591,649)	-	(591,649)		
Culture/Recreation	749,828	73,725	-	-	(676,103)	-	(676,103)		
Transportation	139,540	45,941	-	81,750	(11,849)	-	(11,849)		
Interest	1,561,457	-	-	-	(1,561,457)	-	(1,561,457)		
Total governmental activities	<u>30,914,617</u>	<u>2,438,546</u>	<u>1,556,515</u>	<u>158,772</u>	<u>(26,760,784)</u>	<u>-</u>	<u>(26,760,784)</u>		
Business-Type Activities:									
Water & Sewer Utility	664,327	704,646	-	1,287,775	-	1,328,094	1,328,094		
Weldon Auditorium	426,959	48,859	-	-	-	(378,100)	(378,100)		
Total business-type activities	<u>1,091,286</u>	<u>753,505</u>	<u>-</u>	<u>1,287,775</u>	<u>-</u>	<u>949,994</u>	<u>949,994</u>		
<b>Total Primary Government:</b>	<u>\$ 32,005,903</u>	<u>\$ 3,192,051</u>	<u>\$ 1,556,515</u>	<u>\$ 1,446,547</u>	<u>(26,760,784)</u>	<u>949,994</u>	<u>(25,810,790)</u>		
<b>Component Units:</b>									
Harvin Clarendon County Library	\$ 753,504	\$ 22,950	\$ 99,341	\$ -			\$ (631,213)	\$ -	
Business Development Corporation	485,636	214,431	-	733,663			-	462,458	
Total Component Units	<u>\$ 1,239,140</u>	<u>\$ 237,381</u>	<u>\$ 99,341</u>	<u>\$ 733,663</u>			<u>(631,213)</u>	<u>462,458</u>	
<b>General Revenues:</b>									
Taxes:									
Property taxes, levied for general purposes					16,177,332	-	16,177,332	-	-
Property taxes, levied for debt services					1,613,674	-	1,613,674	-	-
Sales and use taxes					3,124,018	-	3,124,018	-	-
Franchise fees					125,291	-	125,291	-	-
State shared revenues					6,733,925	-	6,733,925	-	-
Interest earnings					28,043	529	28,572	-	27,593
Loss on sale of capital assets					(42,177)	-	(42,177)	-	-
Miscellaneous					228,558	-	228,558	-	-
County appropriation					-	-	-	540,000	-
Total general revenues					<u>27,988,664</u>	<u>529</u>	<u>27,989,193</u>	<u>540,000</u>	<u>27,593</u>
Transfers					(276,723)	336,554	59,831	-	-
Total general revenues, transfers and contributions					<u>27,711,941</u>	<u>337,083</u>	<u>28,049,024</u>	<u>540,000</u>	<u>27,593</u>
Change in net position					951,157	1,287,077	2,238,234	(91,213)	490,051
Net position - beginning					7,899,670	1,282,694	9,182,364	(418,407)	5,776,449
Net position - ending					<u>\$ 8,850,827</u>	<u>\$ 2,569,771</u>	<u>\$ 11,420,598</u>	<u>\$ (509,620)</u>	<u>\$ 6,266,500</u>

The accompanying notes are an integral part of the financial statements.

**CLARENDON COUNTY, SOUTH CAROLINA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2016**

	GENERAL	CAPITAL PROJECTS	GENERAL COUNTY DEBT SVC	FIRE DEPARTMENT	C-PROGRAM ROADS	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>							
Cash and cash equivalents	\$ 817,659	\$ 1,717,034	\$ 2,051,902	\$ 1,290,974	\$ 3,235,013	\$ 1,962,966	\$ 11,075,548
Accounts receivable							
Property taxes	1,585,629	-	75,924	306,571	-	44,785	2,012,909
Other	106,310	-	-	-	-	62,915	169,225
Due from other funds	37,734	-	757,101	-	-	-	794,835
Due from fiduciary funds	106,577	-	-	-	-	-	106,577
Due from business enterprise	457,718	1,128,483	-	-	-	-	1,586,201
Due from component unit	250,000	-	-	-	-	-	250,000
Due from other governments	2,173,410	-	-	-	100,188	-	2,273,598
Supplies inventory	65,937	-	-	-	-	-	65,937
Total assets	<u>\$ 5,600,974</u>	<u>\$ 2,845,517</u>	<u>\$ 2,884,927</u>	<u>\$ 1,597,545</u>	<u>\$ 3,335,201</u>	<u>\$ 2,070,666</u>	<u>\$ 18,334,830</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	\$ 398,647	\$ 11,066	\$ -	\$ 22,953	\$ 53,611	\$ 4,991	\$ 491,268
Accrued payroll and withholdings	184,360	-	-	-	-	-	184,360
Due to other funds	757,101	-	-	-	-	37,734	794,835
Due to other governments	103,276	-	-	-	-	-	103,276
Bonds payable	-	-	1,750,000	-	-	-	1,750,000
Unearned revenue	65,579	-	-	-	-	-	65,579
Advance mobile home revenue	7,626	-	-	-	-	-	7,626
Other liabilities	299,359	-	-	-	-	-	299,359
Total liabilities	<u>1,815,948</u>	<u>11,066</u>	<u>1,750,000</u>	<u>22,953</u>	<u>53,611</u>	<u>42,725</u>	<u>3,696,303</u>
Deferred Inflows of Resources							
Unavailable Revenue-Property							
Taxes	1,380,264	-	64,856	258,862	-	39,606	1,743,588
Total Deferred Inflows of Resources	<u>1,380,264</u>	<u>-</u>	<u>64,856</u>	<u>258,862</u>	<u>-</u>	<u>39,606</u>	<u>1,743,588</u>
Fund balances:							
Nonspendable	65,937	-	-	-	-	-	65,937
Restricted	906,882	-	1,070,071	-	-	1,707,737	3,684,690
Committed	-	1,717,034	-	-	-	-	1,717,034
Assigned	73,451	-	-	1,315,730	3,281,590	280,598	4,951,369
Unassigned	1,358,492	1,117,417	-	-	-	-	2,475,909
Total fund balances	<u>2,404,762</u>	<u>2,834,451</u>	<u>1,070,071</u>	<u>1,315,730</u>	<u>3,281,590</u>	<u>1,988,335</u>	<u>12,894,939</u>
Total Liabilities, Deferred Inflows of Resources, and Fund balances	<u>\$ 5,600,974</u>	<u>\$ 2,845,517</u>	<u>\$ 2,884,927</u>	<u>\$ 1,597,545</u>	<u>\$ 3,335,201</u>	<u>\$ 2,070,666</u>	
Amounts reported for governmental activities in the statement of net position are different because:							
Capital assets used in governmental activities are not financial resources, therefore, are not reported in funds.							35,260,109
Long-term liabilities, including bonds payable (\$18,114,658), capital lease (\$266,410), accrued compensated absences (\$535,505), closure and maintenances costs payable (\$544,200) and bond premium (\$226,694) are not reported in funds.							(19,687,467)
Other Post Employment Benefits (OPEB) liability represents the future unfunded costs associated with current benefits design.							(5,983,610)
Net pension liability and deferred outflow/inflows represent the proportionate share of the future unfunded costs associated with County's participation in the South Carolina Retirement System.							(15,376,732)
Delinquent taxes receivable are not financial resources in the current period and, therefore, are reported as unearned revenue in the funds.							1,743,588
Total net position - total governmental activities							<u>\$ 8,850,827</u>

The accompanying notes are an integral part of the financial statements.

CLARENDON COUNTY, SOUTH CAROLINA  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2016

	GENERAL	CAPITAL PROJECTS	GENERAL COUNTY DEBT SVC	FIRE DEPARTMENT	C-PROGRAM ROADS	OTHER GOVERNMENTAL FUNDS	TOTAL
<b>REVENUES</b>							
Taxes	\$ 16,047,442	\$ -	\$ 1,558,931	\$ 2,768,867	\$ -	\$ 588,537	\$ 20,963,777
Licenses and permits	89,882	-	-	-	-	-	89,882
Intergovernmental	3,315,285	-	-	-	4,515,860	618,067	8,449,212
Charges for services	1,225,421	-	-	-	-	143,631	1,369,052
Fines and forfeitures	473,940	-	-	-	-	288,531	762,471
Interest	2,367	13,176	344	2,102	4,831	5,223	28,043
Miscellaneous	515,836	-	-	921	-	22,324	539,081
Total revenues	<u>21,670,173</u>	<u>13,176</u>	<u>1,559,275</u>	<u>2,771,890</u>	<u>4,520,691</u>	<u>1,666,313</u>	<u>32,201,518</u>
<b>EXPENDITURES</b>							
Current:							
General government	8,026,778	71,946	-	-	654,067	227,713	8,980,504
Public safety	7,299,483	-	-	2,389,260	-	381,791	10,070,534
Physical environment	3,582,308	-	-	-	-	-	3,582,308
Transportation	117,437	-	-	-	-	-	117,437
Economic environment	626,910	-	-	-	-	-	626,910
Agencies	842,642	-	-	-	-	-	842,642
Culture/Recreation	514,011	-	-	-	-	138,632	652,643
Court Related	1,527,690	-	-	-	-	237,479	1,765,169
Debt service:							
Principal	-	-	554,017	-	-	38,624	592,641
Interest and fiscal charges	-	-	1,531,857	-	-	48,894	1,580,751
Capital outlay	436,362	1,860,330	-	1,113,842	997,569	125,127	4,533,230
Total expenditures	<u>22,973,621</u>	<u>1,932,276</u>	<u>2,085,874</u>	<u>3,503,102</u>	<u>1,651,636</u>	<u>1,198,260</u>	<u>33,344,769</u>
Excess of revenues over (under) expenditures	(1,303,448)	(1,919,100)	(526,599)	(731,212)	2,869,055	468,053	(1,143,251)
<b>OTHER FINANCING SOURCES (USES)</b>							
Sale of assets	76,214	-	-	-	-	44,400	120,614
Bond proceeds	-	-	296,400	-	-	500,000	796,400
Bond proceeds from refunding	-	-	5,609,449	-	-	-	5,609,449
Payment to refunded bond escrow	-	-	(6,500,000)	-	-	-	(6,500,000)
Transfers	59,831	-	-	472,424	-	(808,978)	(276,723)
Net other financing sources (uses)	<u>136,045</u>	<u>-</u>	<u>(594,151)</u>	<u>472,424</u>	<u>-</u>	<u>(264,578)</u>	<u>(250,260)</u>
Net changes in fund balances	<u>(1,167,403)</u>	<u>(1,919,100)</u>	<u>(1,120,750)</u>	<u>(258,788)</u>	<u>2,869,055</u>	<u>203,475</u>	<u>(1,393,511)</u>
Fund balances at beginning of year	<u>3,572,165</u>	<u>4,753,551</u>	<u>2,190,821</u>	<u>1,574,518</u>	<u>412,535</u>	<u>1,784,860</u>	<u>14,288,450</u>
Fund balances at end of year	<u>\$ 2,404,762</u>	<u>\$ 2,834,451</u>	<u>\$ 1,070,071</u>	<u>\$ 1,315,730</u>	<u>\$ 3,281,590</u>	<u>\$ 1,988,335</u>	<u>\$ 12,894,939</u>

The accompanying notes are an integral part of the financial statements.

**CLARENDON COUNTY, SOUTH CAROLINA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2016**

Net Changes in fund balances - total governmental funds		\$ (1,393,511)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense.		
Expenditures for capital assets	4,533,230	
Less current year depreciation	<u>(1,687,621)</u>	2,845,609
Lease and bond proceeds provide current financial resources to government funds, but incurring debt increases long-term liabilities in the statement of net position.		
Bond proceeds	(6,256,400)	
Bond principal payment	7,054,324	
Bond premium	(130,155)	
Capital lease payment	<u>64,435</u>	732,204
Gains or losses on the sale of capital assets are not presented in this financial statement because they do not provide or use current financial resources but they are presented in the statement of activities.		
		(162,791)
Some expenses reported in the statement of activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.		
Change in compensated absences	(96,020)	
Change in OPEB liability	(755,423)	
Change in Pension liability	(193,667)	
Change in closure and maintenance costs payable	<u>(8,400)</u>	(1,053,510)
Some property tax will not be collected for several months after the County's fiscal year-end, they are not considered "available" revenues in the governmental funds.		
		<u>(16,844)</u>
Change in net position of governmental activities.		<u>\$ 951,157</u>

The accompanying notes are an integral part of the financial statements.

**CLARENDON COUNTY, SOUTH CAROLINA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Budgeted Amounts</u>		<u>Actual Budget Basis (Note 2)</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Taxes	\$ 15,766,322	\$ 16,046,322	\$ 16,047,442	\$ 1,120
Licenses and permits	112,500	112,500	89,882	(22,618)
Intergovernmental	1,656,300	3,381,300	3,315,285	(66,015)
Charges for services	1,185,200	1,200,200	1,225,421	25,221
Fines and forfeitures	459,000	459,000	473,940	14,940
Interest	2,000	2,000	2,367	367
Miscellaneous	528,550	528,550	515,836	(12,714)
Total revenues	<u>19,709,872</u>	<u>21,729,872</u>	<u>21,670,173</u>	<u>(59,699)</u>
<b>EXPENDITURES</b>				
Current:				
General government	5,193,103	7,766,103	8,116,274	(350,171)
Public safety	7,467,425	7,654,425	7,513,894	140,531
Physical environment	3,360,722	3,360,722	3,500,029	(139,307)
Transportation	215,082	215,082	209,262	5,820
Economic environment	660,517	660,517	607,374	53,143
Culture/Recreation	522,903	522,903	537,633	(14,730)
Court related	1,537,478	1,537,478	1,535,418	2,060
Agencies	842,642	842,642	842,642	-
Total expenditures	<u>19,799,872</u>	<u>22,559,872</u>	<u>22,862,526</u>	<u>(302,654)</u>
Excess of revenues over (under) expenditures	(90,000)	(830,000)	(1,192,353)	(362,353)
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of assets	25,000	50,000	76,214	26,214
Transfers In/(Out)	(35,000)	25,000	59,831	34,831
Net other financing sources (uses)	<u>(10,000)</u>	<u>75,000</u>	<u>136,045</u>	<u>61,045</u>
Excess of revenues over (under) expenditures and other financing sources (uses)	<u>\$ (100,000)</u>	<u>\$ (755,000)</u>	(1,056,308)	<u>\$ (301,308)</u>
Fund balances at beginning of year as restated			<u>3,396,831</u>	
Fund balances at end of year			<u>\$ 2,340,523</u>	

The accompanying notes are an integral part of the financial statements.

CLARENDON COUNTY, SOUTH CAROLINA  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2016

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS				
	WATER UTILITY	SEWER UTILITY	TOTAL UTILITY	WELDON AUDITORIUM	TOTAL ENTERPRISE FUNDS
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash and cash equivalents	\$ 146,813	\$ 156,112	\$ 302,925	\$ 67,758	\$ 370,683
Accounts receivable, net of allowance	55,250	13,154	68,404	-	68,404
Due from other governments	341,095	-	341,095	-	341,095
Prepaid expense	-	-	-	1,000	1,000
<b>Total current assets</b>	<u>543,158</u>	<u>169,266</u>	<u>712,424</u>	<u>68,758</u>	<u>781,182</u>
<b>Noncurrent Assets</b>					
Restricted cash and cash equivalents	146,929	-	146,929	708,139	855,068
Capital assets:					
Land	81,210	38,771	119,981	-	119,981
Buildings and improvements	1,978	-	1,978	3,438,173	3,440,151
Machinery and equipment	296,342	28,026	324,368	-	324,368
Water and sewer system	5,106,599	313,184	5,419,783	-	5,419,783
Construction in Progress	2,713,797	-	2,713,797	-	2,713,797
Less: Accumulated Depreciation	(642,036)	(105,729)	(747,765)	(472,748)	(1,220,513)
<b>Total noncurrent assets</b>	<u>7,704,819</u>	<u>274,252</u>	<u>7,979,071</u>	<u>3,673,564</u>	<u>11,652,635</u>
<b>TOTAL ASSETS</b>	<u>8,247,977</u>	<u>443,518</u>	<u>8,691,495</u>	<u>3,742,322</u>	<u>12,433,817</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Pension difference between expected and actual funding	3,194	355	3,549	2,942	6,491
Employer contributions subsequent to measurement date	7,484	831	8,315	6,893	15,208
<b>Total deferred outflows of resources</b>	<u>10,678</u>	<u>1,186</u>	<u>11,864</u>	<u>9,835</u>	<u>21,699</u>
<b>LIABILITIES</b>					
<b>Current Liabilities:</b>					
Accounts payable	79,250	5,945	85,195	1,851	87,046
Due to other funds	1,325,912	96,591	1,422,503	163,698	1,586,201
Unearned revenue	56,747	691	57,438	-	57,438
Accrued compensated absences	619	69	688	469	1,157
BAN payable	1,436,000	-	1,436,000	-	1,436,000
Bond payable	56,817	-	56,817	70,000	126,817
<b>Total current liabilities</b>	<u>2,955,345</u>	<u>103,296</u>	<u>3,058,641</u>	<u>236,018</u>	<u>3,294,659</u>
<b>Noncurrent Liabilities:</b>					
Accrued compensated absences	3,299	366	3,665	2,499	6,164
Bond payable	3,366,114	-	3,366,114	2,870,000	6,236,114
Pension liability - Note 11	130,601	14,511	145,112	120,290	265,402
Net OPEB liability - Note 12	39,851	4,429	44,280	33,120	77,400
<b>Total noncurrent liabilities</b>	<u>3,539,865</u>	<u>19,306</u>	<u>3,559,171</u>	<u>3,025,909</u>	<u>6,585,080</u>
<b>TOTAL LIABILITIES</b>	<u>6,495,210</u>	<u>122,602</u>	<u>6,617,812</u>	<u>3,261,927</u>	<u>9,879,739</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Net difference between projected and actual earnings on pension plan investments	2,956	328	3,284	2,722	6,006
<b>Total deferred inflows of resources</b>	<u>2,956</u>	<u>328</u>	<u>3,284</u>	<u>2,722</u>	<u>6,006</u>
<b>NET POSITION</b>					
Net investment in capital assets	1,643,415	201,313	1,844,728	25,425	1,870,153
Restricted:					
Debt service	63,978	-	63,978	708,139	772,117
Unrestricted	53,096	120,461	173,557	(246,056)	(72,499)
<b>TOTAL NET POSITION</b>	<u>\$ 1,760,489</u>	<u>\$ 321,774</u>	<u>\$ 2,082,263</u>	<u>\$ 487,508</u>	<u>\$ 2,569,771</u>

The accompanying notes are an integral part of the financial statements.

**CLARENDON COUNTY, SOUTH CAROLINA  
STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2016**

	<b>BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS</b>				
	<b>WATER UTILITY</b>	<b>SEWER UTILITY</b>	<b>TOTAL UTILITY</b>	<b>WELDON AUDITORIUM</b>	<b>TOTAL ENTERPRISE FUNDS</b>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 541,338	\$ 163,308	\$ 704,646	\$ 48,859	\$ 753,505
Total operating revenues	<u>541,338</u>	<u>163,308</u>	<u>704,646</u>	<u>48,859</u>	<u>753,505</u>
<b>OPERATING EXPENSES</b>					
Cost of sales & services	183,084	97,302	280,386	-	280,386
Production expense	-	-	-	52,281	52,281
Personnel & benefits	73,186	8,132	81,318	80,984	162,302
Administration	23,586	7,862	31,448	72,104	103,552
Depreciation	161,472	14,558	176,030	85,954	261,984
Total operating expenses	<u>441,328</u>	<u>127,854</u>	<u>569,182</u>	<u>291,323</u>	<u>860,505</u>
<b>OPERATING INCOME (LOSS)</b>	<u>100,010</u>	<u>35,454</u>	<u>135,464</u>	<u>(242,464)</u>	<u>(107,000)</u>
<b>NON-OPERATING REVENUE (EXPENSES)</b>					
Investment income	220	111	331	198	529
Interest and fiscal charges	(95,145)	-	(95,145)	(135,636)	(230,781)
Total non-operating revenue (expenses)	<u>(94,925)</u>	<u>111</u>	<u>(94,814)</u>	<u>(135,438)</u>	<u>(230,252)</u>
<b>NET INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS</b>	<u>5,085</u>	<u>35,565</u>	<u>40,650</u>	<u>(377,902)</u>	<u>(337,252)</u>
<b>CAPITAL CONTRIBUTIONS AND TRANSFERS</b>					
Capital contributions	1,287,775	-	1,287,775	-	1,287,775
Transfers	(7,500)	(2,500)	(10,000)	346,554	336,554
Net other financing sources (uses)	<u>1,280,275</u>	<u>(2,500)</u>	<u>1,277,775</u>	<u>346,554</u>	<u>1,624,329</u>
<b>CHANGE IN NET POSITION</b>	1,285,360	33,065	1,318,425	(31,348)	1,287,077
Net position at beginning of year	<u>475,129</u>	<u>288,709</u>	<u>763,838</u>	<u>518,856</u>	<u>1,282,694</u>
<b>NET POSITION AT END OF YEAR</b>	<u>\$ 1,760,489</u>	<u>\$ 321,774</u>	<u>\$ 2,082,263</u>	<u>\$ 487,508</u>	<u>\$ 2,569,771</u>

The accompanying notes are an integral part of the financial statements.

CLARENDON COUNTY, SOUTH CAROLINA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2016

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		
	WATER & SEWER UTILITY	WELDON AUDITORIUM	TOTAL ENTERPRISE FUNDS
<b>Cash Flows From Operating Activities:</b>			
Cash received from customers	\$ 363,651	\$ 48,859	\$ 412,510
Cash paid to suppliers for goods and services	(256,887)	(125,230)	(382,117)
Cash paid to employees for services	(109,825)	(87,820)	(197,645)
Internal activity-payments to other funds	287,998	91,350	379,348
<b>Net Cash Provided (Used) By Operating Activities</b>	<u>284,937</u>	<u>(72,841)</u>	<u>212,096</u>
<b>Cash Flows from Noncapital Financing Activities</b>			
Transfers	(10,000)	346,554	336,554
<b>Cash Flows From Capital and Related Financing Activities:</b>			
Principal payments	(55,275)	(70,000)	(125,275)
Interest paid on debt	(95,145)	(135,636)	(230,781)
Capital contributions	1,287,775	-	1,287,775
Bond anticipation note proceeds	1,436,000	-	1,436,000
Purchase of capital assets	(2,585,497)	-	(2,585,497)
<b>Net Cash Provided (Used) By Capital and Related Financing Activities</b>	<u>(12,142)</u>	<u>(205,636)</u>	<u>(217,778)</u>
<b>Cash Flow From Investing Activities:</b>			
Interest income	331	198	529
<b>Net Cash Provided (Used) By Investing Activities</b>	<u>331</u>	<u>198</u>	<u>529</u>
Net Increase (Decrease) in Cash and Cash Equivalents	263,126	68,275	331,401
Cash and Cash Equivalents at Beginning of Year	186,728	707,622	894,350
Cash and Cash Equivalents at End of Year	<u>\$ 449,854</u>	<u>\$ 775,897</u>	<u>\$ 1,225,751</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by operating Activities</b>			
Operating income (loss)	\$ 135,464	\$ (242,464)	\$ (107,000)
<b>Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities</b>			
Depreciation expense	176,030	85,954	261,984
<b>Changes in assets and liabilities:</b>			
(Increase) decrease in accounts receivable	(345,568)	-	(345,568)
(Increase) decrease in prepaids	-	(1,000)	(1,000)
Increase (decrease) in accounts payable	54,947	155	55,102
Increase (decrease) in due to other funds	287,998	91,350	379,348
Increase (decrease) in accrued compensated absences	1,468	1,821	3,289
Increase (decrease) in Pension liability	(35,390)	(14,072)	(49,462)
Increase (decrease) in OPEB liability	5,415	5,415	10,830
Increase (decrease) in deferred revenue	4,573	-	4,573
<b>Net Cash Provided by (Used for) Operating Activities</b>	<u>\$ 284,937</u>	<u>\$ (72,841)</u>	<u>\$ 212,096</u>

The accompanying notes are an integral part of the financial statements.

**CLARENDON COUNTY, SOUTH CAROLINA  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUNDS  
JUNE 30, 2016**

**ASSETS**

Cash	\$ 3,915,117
Delinquent taxes receivable	2,044,410
Due from credit card	1,046
Due from other magistrates	122
Total Assets	<u>\$ 5,960,695</u>

**LIABILITIES**

Due to trust fund holders	\$ 5,839,253
Due to Treasurer - cash overage (shortage)	12,518
Due to other funds	106,577
Due to town magistrates	2,225
Due to other magistrates	122
Total Liabilities	<u>\$ 5,960,695</u>

The accompanying notes are an integral part of the financial statements.

**CLARENDON COUNTY, SOUTH CAROLINA  
COMBINING BALANCE SHEET  
DISCRETELY PRESENTED COMPONENT UNITS  
JUNE 30, 2016**

	<b>GOVERNMENTAL FUNDS</b>		
	<b>HARVIN CLARENDON COUNTY LIBRARY</b>	<b>BUSINESS DEVELOPMENT CORPORATION</b>	<b>TOTAL</b>
<b>ASSETS</b>			
Cash	\$ 172,726	\$ 1,267,268	\$ 1,439,994
Prepaid items	16,755	-	16,755
Notes and interest receivable	2,726	-	2,726
Capital and operating lease receivable	-	600,666	600,666
Grants and miscellaneous receivable	-	240,615	240,615
<b>TOTAL ASSETS</b>	<b>\$ 192,207</b>	<b>\$ 2,108,549</b>	<b>\$ 2,300,756</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts and payroll withholdings payable	\$ 4,571	\$ 6,498	\$ 11,069
Unearned revenue	-	718,913	718,913
<b>Total Liabilities</b>	<b>4,571</b>	<b>725,411</b>	<b>729,982</b>
<b>Fund Balances</b>			
Nonspendable	16,755	-	16,755
Restricted	-	1,312,919	1,312,919
Committed	95,000	-	95,000
Unassigned	75,881	70,219	146,100
<b>Total Fund Balances</b>	<b>187,636</b>	<b>1,383,138</b>	<b>1,570,774</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 192,207</b>	<b>\$ 2,108,549</b>	<b>\$ 2,300,756</b>
Amounts reported for governmental activities in the statement of net position are different because:			
Total fund balance	\$ 187,636	\$ 1,383,138	\$ 1,570,774
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	131,498	6,509,451	6,640,949
Deferred outflows (inflows) resulting from recognition of the employer's share of the state's net pension are not current resources	54,861	-	54,861
Liabilities are not due and payable in the current period and, therefore, are not reported in the funds.			
Accrued compensated absences	(15,026)	-	(15,026)
Notes payable	-	(1,626,089)	(1,626,089)
Net OPEB liability	(216,935)	-	(216,935)
Net Pension liability	(651,654)	-	(651,654)
<b>Total net position</b>	<b>\$ (509,620)</b>	<b>\$ 6,266,500</b>	<b>\$ 5,756,880</b>

The accompanying notes are an integral part of the financial statements.

**CLARENDON COUNTY, SOUTH CAROLINA  
 COMBINING STATEMENTS OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 DISCRETELY PRESENTED COMPONENT UNITS  
 FOR THE YEAR ENDED JUNE 30, 2016**

	<u>GOVERNMENTAL FUNDS</u>		<b>TOTAL</b>
	<b>HARVIN CLARENDON COUNTY LIBRARY</b>	<b>BUSINESS DEVELOPMENT CORPORATION</b>	
<b>REVENUES</b>			
Federal	\$ 1,195	\$ -	\$ 1,195
State	97,875	492,173	590,048
Local	563,221	483,514	1,046,735
<b>TOTAL REVENUES</b>	<u>662,291</u>	<u>975,687</u>	<u>1,637,978</u>
<b>EXPENDITURES</b>			
General operations	651,740	308,212	959,952
Capital outlay	-	975,358	975,358
Debt service	-	182,435	182,435
<b>TOTAL EXPENDITURES</b>	<u>651,740</u>	<u>1,466,005</u>	<u>2,117,745</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>10,551</u>	<u>(490,318)</u>	<u>(479,767)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Proceeds notes payable	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	10,551	(490,318)	(479,767)
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>177,085</u>	<u>1,873,456</u>	<u>2,050,541</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 187,636</u>	<u>\$ 1,383,138</u>	<u>\$ 1,570,774</u>

The accompanying notes are an integral part of the financial statements.

**CLARENDON COUNTY, SOUTH CAROLINA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF COMPONENT UNITS  
TO THE STATEMENT OF ACTIVITIES - DISCRETELY PRESENTED COMPONENT UNITS  
FOR THE YEAR ENDED JUNE 30, 2016**

	<b>HARVIN CLARENDON COUNTY LIBRARY</b>	<b>BUSINESS DEVELOPMENT CORPORATION</b>	<b>TOTAL</b>
Net change in fund balances - total governmental funds	\$ 10,551	\$ (490,318)	\$ (479,767)
Amounts reported for governmental activities in the statement of activities are different because:			
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.			
Expenditures for capital assets	-	975,258	975,258
Less current year depreciation	(41,318)	(121,841)	(163,159)
Some expenses reported in the statement of activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.			
Change in compensated absences	(378)	-	(378)
Change in net OPEB liability	(45,599)	-	(45,599)
Change in net pension costs	(14,469)	-	(14,469)
Incurring debt increases long-term liabilities in the statement of activities			
Loan proceeds	-	-	-
Principal payments	-	126,952	126,952
Change in net position of governmental activities	<u>\$ (91,213)</u>	<u>\$ 490,051</u>	<u>\$ 398,838</u>

The accompanying notes are an integral part of the financial statements.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS**

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**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Clarendon County, South Carolina (the "County") is a political subdivision of the State. Incorporated in 1855, the County encompasses 599 square miles of land with an estimated population of 34,971. The County is governed by an elected five member council.

The financial statements of the County have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting.

**A. Reporting Entity**

The concept underlying the definition of the reporting entity is that elected officials are accountable to their constituents for their actions. The reporting entity's financial statements should allow users to distinguish between the primary government (the County) and its component units. However, some component units, because of the closeness of their relationships with the County, should be blended as though they are part of the County. Otherwise, most component units should be discretely presented.

The following entities have been determined to be blended and discretely presented component units of Clarendon County:

**Blended Component Unit:**

The Clarendon Facilities Corporation (Facilities Corporation), a not-for-profit organization, was established in 2011 to acquire, construct and lease facilities to be used by the County. While the County does not appoint members to the Facilities Corporation's Board of Directors, it has a financial burden to the Facilities Corporation in that it is obligated for lease payments equaling the amount of debt to be relieved and associated interest payments. Activities of the Facilities Corporation are reported as major capital projects and debt service funds. Separate financial statements for the Facilities Corporation are not issued.

**Discretely Presented Component Units:**

**Harvin Clarendon County Library**

Clarendon County provides a significant portion of the Library funding and has the ability to influence operations significantly. Separate financial statements for the Library are available.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**A. Reporting Entity (continued)**

**Discretely Presented Component Units: (continued)**

**Business Development Corporation of Clarendon County (BDC)**

Clarendon County has the ability to influence operations of the Business Development Corporation of Clarendon County significantly. Separate financial statements for the BDC are available.

Because the component units have been reported as if they are part of the County, there are limited instances where special note reference or separation will be required. If no separate note reference or categorization is made, the user should assume that information presented is equally applicable.

**B. Measurement Focus and Basis of Accounting**

The basic financial statements of the County are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

**1. Government-wide Financial Statements**

Government-wide financial statements display information about the reporting government as a whole, except for its fiduciary activities. These statements include separate columns for the governmental and business-type activities of the primary government (including its blended component units), as well as its discretely presented component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support. Likewise, the primary government is reported separately from the legally separate component unit for which the primary government is financially accountable.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**B. Measurement Focus and Basis of Accounting (continued)**

**1. Government-wide Financial Statements (continued)**

Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and agency fund financial statements. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement 33 - Accounting and Financial Reporting for Non-exchange Transactions.

Program revenues include charges for services, special assessments, and payments made by parties outside of the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as an expenditure. Proceeds of long-term debt are recorded as liabilities in the government-wide financial statements, rather than as an other financing source. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability, rather than as an expenditure.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. The County chooses to eliminate the indirect costs between governmental activities to avoid a "doubling up" effect.

**2. Fund Financial Statements**

The underlying accounting system of the County is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**B. Measurement Focus and Basis of Accounting (continued)**

**2. Fund Financial Statements**

Fund financial statements for the primary government's governmental, proprietary, and fiduciary funds are presented after the government-wide financial statements. These statements display information about major funds individually and nonmajor funds in the aggregate for governmental and enterprise funds. The fiduciary statement includes financial information for the agency funds. The agency funds of the County primarily represent assets held by the County in a custodial capacity for other individuals or governments.

**Governmental Funds**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Franchise fees, licenses, sales taxes, gas taxes, operating and capital grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when cash is received by the County.

Under the current financial resources measurement focus, only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered to be a measure of "available spendable resources". Governmental funds operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Non-current portions of long-term receivables (special assessments) due to governmental funds are reported on their balance sheets in spite of their spending measurement focus.

Non-current portions of other long-term receivables are offset by fund balance reserve accounts.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**B. Measurement Focus and Basis of Accounting (continued)**

Because of their spending measurement focus, expenditure recognition for governmental fund types exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended, rather than as fund assets. The proceeds of long-term debt are recorded as an other financing source rather than as a fund liability. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

**C. Description of Funds**

GASB Statement 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category and the governmental and enterprise combined) for the determination of major funds. The County has used GASB 34 minimum criteria for major fund determination and has also electively disclosed funds which either had debt outstanding or specific community focus as major funds. The nonmajor funds are combined in a column in the fund financial statements and detailed in the combining section.

**1. Governmental Major Funds:**

**General Fund** – The General Fund is the general operating fund of the County. It is used to account for all financial resources, except those required to be accounted for in another fund.

**Capital Projects Fund** – The Capital Projects Fund accounts for financial resources to be used for the acquisition and construction of major capital facilities.

**General County Debt Service Fund** – The General County Debt Service fund is established for the purpose of accumulating resources for the payment of principal and interest on general long term debt.

**Fire Department** – The Fire Department accounts for ad valorem taxes and other revenues to be used for the operations of the Fire Department.

**C-Program Roads** – The C-Program fund accounts for fuel taxes collected for the construction and repair of public roads.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**C. Description of Funds (continued)**

**1. Governmental Major Funds: (continued)**

**Other Governmental Funds**

**Special Revenue Funds** – These funds are established to account for the proceeds of specific revenue sources and certain special assessments that are legally restricted to expenditures for specified purposes. It is the County's policy not to budget for all Special Revenue Funds in the form of a legally adopted budget format.

**Debt Service Fund** – These funds are established for the purpose of accumulating resources for the payment of principal and interest on general long-term debt other than those payable from Special Revenue Funds.

**2. Other Fund Types:**

**Proprietary Funds**

There are two proprietary funds representing the Water and Sewer fund and the Weldon Auditorium. The Water and Sewer fund is used to account for the cost of providing water and sewer services to unincorporated areas of the County. The Weldon Auditorium Fund is used to account for the operations of the Weldon Auditorium.

**Agency Fund** – The Agency Fund is used to account for the collection and disbursement of monies by the County on behalf of other governments and individuals, such as cash bonds, traffic fines, child support payments and ad valorem taxes.

**D. Assets, Liabilities, and Net Position or Equity**

**1. Cash and Cash Equivalents**

Cash includes operating accounts and cash invested in the South Carolina Local Government Investment Pool with maturities less than three months. These investments are presented at cost which reasonably approximates fair value.

**2. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds."

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**D. Assets, Liabilities, and Net Position or Equity (continued)**

**3. Inventory**

Inventory represents the parts available for use by fleet maintenance. This inventory is stated at cost.

**4. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, right-of-ways, water and sewer distribution systems and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Assets are recorded at historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives:

<b>Assets</b>	<b>Years</b>
Buildings and improvements	15 – 50
Machinery and equipment	3 – 10
Infrastructure	25

**5. Deferred Outflows/Inflows of Resources**

In addition to assets, the Statement of Net Position and/or the Balance Sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of resources that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Position or Equity (continued)

5. Deferred Outflows/Inflows of Resources (continued)

In addition to liabilities, the Statement of Net Position and/or the Balance Sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of resources that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

6. Accrued Compensated Absences

The County accrues accumulated unpaid vacation and sick leave when earned by the employee. The current portion is the amount estimated to be used in the following year. The non-current portion is the amount estimated to be used in subsequent fiscal years. Both the current and non-current estimated accrued compensated absences amounts for governmental funds are maintained separately and represent a reconciling item between the fund and government-wide presentations.

7. Landfill Closure Costs

Under the terms of current state and federal regulations, the County is required to place a final cover on closed landfill areas, and to perform certain monitoring and maintenance functions for a period of up to thirty years after closure. The County recognizes these costs of closure and post-closure maintenance over the active life of each landfill area, based on landfill capacity use during the period. Required obligations for closure and post-closure costs are recognized in the governmental activities column in the government-wide statement of net position.

8. Nature and Purpose of Restrictions of Fund Equity

GASB Statement 54 establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

GASB Statement 54 provides for two major types of fund balances, which are non-spendable and spendable. Non-spendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. Examples of this classification are prepaid items and inventories. The County has inventories that are considered non-spendable; however, the County's primary government does not have any prepaid items.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**D. Assets, Liabilities, and Net Position or Equity (continued)**

**8. Nature and Purpose of Restrictions of Fund Equity (continued)**

In addition to the non-spendable fund balances, GASB Statement 54 has provided a hierarchy of spendable fund balances, based on a hierarchy of spending constraints:

- Restricted – fund balances that are constrained by external parties, constitutional provisions or enabling legislation;
- Committed – fund balances that contain self-imposed constraints of the County from its highest level of decision making authority; that is, County Council;
- Assigned – fund balances that contain self-imposed constraints of the County to be used for a particular purpose; and,
- Unassigned – fund balance of the general fund that is not constrained for any particular purpose.

Committed fund balances are identified by County Council through the enactment of various ordinances. County Council, through ordinances, can remove a self-imposed constraint as well. Additionally, encumbrances are considered as assigned through the issuance of a purchase order or contract; thus the County has approved the purchase activity even though the other party has not performed. In other words, even though a formal “liability” does not exist, assets are assigned to the purchase of these goods or services.

For the purposes of fund balance classification, expenditures are to be spent from restricted fund balances first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance. The County CFO has the authority to deviate from this policy if it is in the best interest of the County.

**9. Net Position**

Net position represents the difference between assets/deferred outflows of resources and liabilities/deferred inflows of resources. Net position invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**D. Assets, Liabilities, and Net Position or Equity (continued)**

**10. Pensions**

The Governmental Accounting Standards Board (GASB) issued Statement No. 68 entitled *Accounting and Financial Reporting for Pension Plans* in June, 2012 and issued GASB No. 71 (an amendment of GASB No. 68) entitled *Pension Transition for Contributions Made Subsequent to the Measurement Date* in November 2013. The disclosure requirements applicable to employers participating in the South Carolina Retirement System or the Police Officers Retirement System are prescribed in paragraphs 48 through 82 of GASB 68. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the South Carolina Retirement System and additions to/deductions from the South Carolina Retirement System's fiduciary net position have been determined on the same basis as they are reported by the South Carolina Retirement System. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**Budgets and Budgetary Accounting**

The County follows the following procedures in establishing the budgetary data reflected in the financial statements:

1. Each year, the County Administrator submits to the County Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Three public readings are conducted by County Council and one public hearing to obtain taxpayer comments.
3. Prior to June 30, the budget is legally enacted through passage of an ordinance.
4. The County Administrator is authorized to transfer budgeted amounts between departments within any fund, but this transfer cannot exceed \$25,000 or 25% of said department's budget; however, any revisions that alter the total expenditures of any fund must be approved by the County Council.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)**

5. Formal budgetary integration is employed as a management control device during the year for the General Fund and Revenue Funds (Accommodation Tax Fund and the Fire Department).
6. The budget for the General Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP) except for encumbrances. Budgetary comparisons presented for the General Fund in this report are on this non-GAAP budgetary basis.
7. Budgeted amounts are as originally adopted, or as amended by the County Council as close to June 30 as possible. Individual amendments were not material in relation to the original appropriations which were adopted.

**Budgetary Basis Of Accounting**

The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual presents a comparison of the County's legally adopted budget with actual data on the budgetary basis of accounting. Budgetary accounting principles, however, differ from generally accepted accounting principles (GAAP). These different accounting principles result in the following differences in the excess (deficiency) of revenues and other financing sources (uses) over expenditures at June 30, 2016:

	<b>General Fund</b>
Excess (deficiency) of revenues and other financing sources (uses) over expenditures - budgetary basis	\$(1,056,308)
Timing differences:	
Net change in encumbrances	<u>(111,095)</u>
Excess (deficiency) of revenues and other financing sources (uses) over expenditures - GAAP basis	<u>\$(1,167,403)</u>

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the County's general fund. Encumbrances outstanding at year end are reported as assignments of fund balances since they do not constitute expenditures or liabilities. Encumbrances are reported as expenditures in all budgetary basis statements.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)**

Actual expenditures exceeded those budgeted by \$302,654 because grant expenditures are not budgeted (as grant revenues are not budgeted).

**NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS**

**Primary Government**

At June 30, 2016, the carrying amount of the County's deposits and investments was \$16,213,986 and the bank balances and investment pool balances were \$17,774,250. To reconcile this information to the financial statements, we include the following:

Cash and investments	\$ 16,213,986
Cash on hand	<u>2,430</u>
Total cash	<u>\$ 16,216,416</u>
Proprietary fund	\$ 1,225,751
Fiduciary funds	3,915,117
Governmental funds	<u>11,075,548</u>
Total all funds	<u>\$ 16,216,416</u>

**Custodial Credit Risk – Deposits**

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. As of June 2016, none of the County's bank balance of \$10,673,388 was exposed to custodial credit risk.

**Credit Risk:** State law limits investments to obligations of the U.S. and its agencies, general obligations of this State or any of its political subdivisions, savings and loan associations if their deposits are insured by an agency of the federal government, and certificates of deposits. Also no load open-end or closed-end management type investment companies or investment trusts registered under the Investment Company Act of 1940 are allowed under state law.

The County has investments in the State Treasurer's Investment Pool and Morgan Stanley Institutional Liquidity Government Portfolio Fund.

	Maturities	Fair Value
State investment pool	18 months to 2 years	\$ 5,595,613
Treasury money market	12 day weighted average	<u>1,505,249</u>
		<u>\$ 7,100,862</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)**

**Credit Risk:** (continued)

The local government investment pool is a 2a7-like pool which is not registered with the Securities and Exchange Commission ("SEC") as an investment company, but has a policy that it will operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. The South Carolina State Treasurer oversees the pool. The fair value of the position in the pool is the same as the value of the pool shares. The Pool is included as an investment trust fund in the State of South Carolina Comprehensive Annual Financial Report. At June 30, 2016, the underlying security ratings of the County's investment in the Local Government Investment Pool (LGIP) is classified in risk category "A" and may be obtained from the LGIP's complete financial statements by writing to the following address:

Office of the State Treasurer  
Local Government Investment Pool  
Post Office Box 11778  
Columbia, South Carolina 29211

**Interest Rate Risk:** In accordance with its investment policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than twelve months.

It is the policy of the State Treasurer's Office that no derivatives of the U.S. Government Securities or Federal Agency Security or A1/P1 Commercial Paper be purchased by or for the S.C. Local Government Investment Pool. It is the policy of the State Treasurer's Office that the weighted average maturity (WAM) of the LGIP portfolio not exceed 60 days.

**Foreign Currency Risk:** The County has no foreign currency investments.

**Discretely Presented Component Units**

**Harvin Clarendon County Library**

As of June 30, 2016, the bank balance of the Library's deposits totaled \$127,171. Of the bank balance, \$127,171 was covered by the Federal Depository Insurance Corporation (FDIC) insurance.

**Business Development Corporation of Clarendon County (BDC)**

As of June 30, 2016, the book balance of the BDC's deposits totaled \$1,267,268. The bank balance of \$958,767 and an additional \$308,501 in certificates of deposit were covered by the Federal Depository Insurance Corporation (FDIC) or collateralized by collateral pledged by the bank in the Corporation's name.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 4 - PROPERTY TAXES**

Property taxes are levied by the County at varying rates per one hundred dollars (\$100) of assessed valuation of real estate and personal property owned and used in the County except exempt property as provided by the constitution and laws of the State of South Carolina and attach an enforceable lien when levied.

In Clarendon County, taxes are collected for county and school purposes as a single tax bill which must be paid in full by the individual taxpayer. Taxes are collected on a calendar year basis. Real and personal taxes in the County are payable without penalty on or before January 15 of each year (except taxes on motor vehicles, which are payable on a monthly basis). If taxes are not paid on or before January 15, a penalty of 3% is added thereon. If taxes are not paid on or before February 1, an additional penalty of 7% is added. If taxes are not paid on or before March 16, an additional 5% thereon is added plus all costs incurred and the property goes into execution. In September, properties on which the taxes have not been paid are advertised for public sale in a local newspaper for three consecutive weeks. The first Monday in October the property is sold. The County Tax Collector is responsible for the collection of delinquent taxes and is empowered to sell so much of the defaulting taxpayer's estate - real, personal or both - as may be sufficient to satisfy the taxes. As collections are made, the delinquent tax revenue is remitted to the County Treasurer. Uncollectible property taxes are not material and have not been reported.

Property taxes at the fund level are recorded as receivables and unearned revenues at the time the taxes are assessed. Revenues are recognized as the related ad valorem taxes are collected. Additional amounts estimated to be collectible in time to be a resource for payment of obligations incurred during the fiscal year and therefore susceptible to accrual in accordance with generally accepted accounting principles have been recognized as revenue.

**NOTE 5 - NOTES RECEIVABLE AND LEASE AGREEMENTS**

The County has a receivable due from the Business Development Corporation in the amount of \$250,000. This represents the amount owed to the Central SC Alliance for a loan granted to the County for the construction of a Speculative Building in the Industrial Park. A liability is also shown by the County in this amount.

**Discretely Presented Component Units**

**Business Development Corporation of Clarendon County (BDC)**

The BDC has a note receivable from a local industry dated January 14, 2013. Loan amount is \$150,000 with no interest. Credit will be given at the rate of \$2,500 for each full time or full time equivalent job created by borrower, measured as of December 31, 2017. The entire outstanding principal balance of this Note shall be due and payable in full on the maturity date of January 1, 2018. Any principal unpaid after said date shall bear interest at a rate of 3% per annum, or the highest applicable lawful rate, whichever is less.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 5 - NOTES RECEIVABLE AND LEASE AGREEMENTS (continued)**

**Business Development Corporation of Clarendon County (BDC) (continued)**

The Corporation has a note receivable from a local industry dated September 3, 2014. Loan amount is \$50,000 with no interest. Credit will be given at the rate of \$4,166 for each full time employee hired above the current 33 employees. The entire outstanding principal balance of this note shall be due and payable in full on the maturity date of September 3, 2019.

As of year end, the BDC had entered into lease agreements with the following companies who are leasing buildings owned by the BDC:

**Meritor Heavy Vehicle Systems, LLC**

The BDC leases a building to Meritor Heavy Vehicle Systems, LLC for \$12,162.50 per month. The BDC entered into a new five year lease agreement commencing on March 1, 2014 with two one year options to renew. Meritor also makes an annual payment in December to reimburse the BDC for the property taxes on the property. These payments are used by the BDC to pay the note payable on the property and the property taxes. This lease is classified as an operating lease. The cost of the building is \$1,800,000 and the accumulated depreciation is \$1,055,000. The future minimum lease payments are as follows:

<b>June 30,</b>	
2017	\$ 145,950
2018	145,950
2019	<u>85,138</u>
<b>Total minimum lease payments</b>	<b><u>\$ 377,038</u></b>

**Select Laboratories - SC, LLC**

The BDC leases a building to Select Laboratories-SC, LLC for \$3,711.19 per month. These payments are used by the BDC to pay the notes payable on the property. The original amount of the lease receivable was \$509,000. After the initial term expires, and every five years thereafter, the amount of rent will be renegotiated based on the recalculation of interest on the note and mortgage entered into between the corporation and the bank. At the end of the lease, the building reverts to Select Laboratories – SC, LLC. This lease is classified as a direct financing lease. The future minimum lease payments are as follows:

<b>June 30,</b>	
2017	\$ 44,534
2018	44,534
2019	<u>377,414</u>
<b>Total minimum lease payments</b>	<b>466,482</b>
<b>Less amount representing interest</b>	<b><u>(65,816)</u></b>
<b>Present value of minimum lease payment</b>	<b><u>\$ 400,666</u></b>
Current \$21,269 Long-term \$379,397	

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 5 - NOTES RECEIVABLE AND LEASE AGREEMENTS (continued)**

**Agricultural Leases**

Farming agreements exist with various farmers to grow hay on unimproved and unleased BDC property.

**NOTE 6 - CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2016 was as follows:

	Beginning Balance	Construction Completed	Additions	Retire- ments	Ending Balance
<b>Governmental Activities</b>					
Capital assets not being depreciated:					
Land	\$ 3,033,811	\$ -	\$ 36,324	\$ 134,121	\$ 2,936,014
Construction in progress	<u>6,962,013</u>	<u>(6,949,251)</u>	<u>1,677,263</u>	<u>-</u>	<u>1,690,025</u>
Total capital assets not being depreciated	<u>9,995,824</u>	<u>(6,949,251)</u>	<u>1,713,587</u>	<u>134,121</u>	<u>4,626,039</u>
Capital assets being depreciated:					
Buildings and improvements	22,397,989	5,387,278	902,528	-	28,687,795
Infrastructure	6,995,012	1,322,280	342,787	-	8,660,079
Equipment	<u>11,300,519</u>	<u>239,693</u>	<u>1,574,328</u>	<u>277,433</u>	<u>12,837,107</u>
Total capital assets being depreciated	<u>40,693,520</u>	<u>6,949,251</u>	<u>2,819,643</u>	<u>277,433</u>	<u>50,184,981</u>
Less accumulated depreciation for:					
Buildings and improvements	5,523,274		437,684	-	5,960,958
Infrastructure	3,433,259	-	527,099	-	3,960,358
Equipment	<u>9,092,909</u>	<u>-</u>	<u>722,838</u>	<u>186,152</u>	<u>9,629,595</u>
Total accumulated depreciation	<u>18,049,442</u>	<u>-</u>	<u>1,687,621</u>	<u>186,152</u>	<u>19,550,911</u>
Total capital assets being depreciated, net	<u>22,644,078</u>	<u>6,949,251</u>	<u>1,132,022</u>	<u>91,281</u>	<u>30,634,070</u>
Governmental activities capital assets, net	<u>\$ 32,639,902</u>	<u>\$ -</u>	<u>\$ 2,845,609</u>	<u>\$ 225,402</u>	<u>\$ 35,260,109</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 6 - CAPITAL ASSETS (continued)**

Depreciation expense was charged as direct expense to programs of the primary government as follows:

Governmental activities:	
General Government	\$ 826,391
Public Safety	693,607
Cultural/Recreation	75,711
Physical Environment	64,930
Economic Environment	10,445
Transportation	10,265
Court Related	<u>6,272</u>
 Total depreciation expense-governmental activities	 <u>\$ 1,687,621</u>

**Business Type Activities**

	Beginning Balance	Additions	Ending Balance
<b>Water and Sewer</b>			
Capital assets not being depreciated:			
Land	\$ 119,981	\$ -	\$ 119,981
Construction in Progress	<u>175,542</u>	<u>2,538,255</u>	<u>2,713,797</u>
Total capital assets not being depreciated	<u>295,523</u>	<u>2,538,255</u>	<u>2,833,778</u>
Capital assets being depreciated:			
Buildings and improvements	1,978	-	1,978
Water system	5,419,783	-	5,419,783
Equipment	<u>277,125</u>	<u>47,243</u>	<u>324,368</u>
Total capital assets being depreciated	<u>5,698,886</u>	<u>47,243</u>	<u>5,746,129</u>
Less accumulated depreciation for:			
Buildings and improvements	1,303	198	1,501
Water system	471,069	150,583	621,652
Equipment	<u>99,363</u>	<u>25,249</u>	<u>124,612</u>
Total accumulated depreciation	<u>571,735</u>	<u>176,030</u>	<u>747,765</u>
Total capital assets being depreciated, net	<u>5,127,151</u>	<u>(128,787)</u>	<u>4,998,364</u>
Business-Type activities capital assets, net	<u>\$ 5,422,674</u>	<u>\$ 2,409,468</u>	<u>\$ 7,832,142</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 6 - CAPITAL ASSETS (continued)**

	Beginning Balance	Additions	Ending Balance
<b>Weldon Auditorium</b>			
Capital assets being depreciated:			
Buildings and improvements	\$ 3,438,173	\$ -	\$ 3,438,173
Total capital assets being depreciated	<u>3,438,173</u>	<u>-</u>	<u>3,438,173</u>
Less accumulated depreciation for:			
Buildings and improvements	<u>386,794</u>	<u>85,954</u>	<u>472,748</u>
Total accumulated depreciation	<u>386,794</u>	<u>85,954</u>	<u>472,748</u>
Total capital assets being depreciated, net	<u>3,051,379</u>	<u>(85,954)</u>	<u>2,965,425</u>
Business-Type activities capital assets, net	<u>\$ 3,051,379</u>	<u>\$ (85,954)</u>	<u>\$ 2,965,425</u>

**Component Units**

**Harvin Clarendon County Library**

Capital assets included in the financial statements consist of the following:

	Beginning Balance	Additions	Disposals	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 24,000	\$ -	\$ -	\$ 24,000
Capital assets being depreciated:				
Building	405,413	-	-	405,413
Equipment	397,112	-	-	397,112
Books	<u>281,594</u>	<u>-</u>	<u>65,295</u>	<u>216,299</u>
Total Capital Assets being depreciated	<u>1,084,119</u>	<u>-</u>	<u>65,295</u>	<u>1,018,824</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 6 - CAPITAL ASSETS (continued)**

	Beginning Balance	Additions	Disposals	Ending Balance
Less accumulated depreciation for:				
Building	307,176	10,741	-	317,917
Equipment	346,533	30,577	-	377,110
Books	<u>281,594</u>	<u>-</u>	<u>65,295</u>	<u>216,299</u>
 Total accumulated depreciated	 <u>935,303</u>	 <u>41,318</u>	 <u>65,295</u>	 <u>911,326</u>
 Total Capital Assets, being depreciated, net	 <u>148,816</u>	 <u>(41,318)</u>	 <u>-</u>	 <u>107,498</u>
 Total Capital Assets, net	 <u>\$ 172,816</u>	 <u>\$ (41,318)</u>	 <u>-</u>	 <u>\$ 131,498</u>

Depreciation expense for the year ended June 30, 2016 was \$41,318.

**Business Development Corporation of Clarendon County (BDC)**

Capital asset activity for the year ended June 30, 2016 was as follows:

	Beginning Balance	Additions	Retirements	Ending Balance
Capital assets not being depreciated:				
Land restricted for I-95 Mega-site	\$ 961,855	\$ -	\$ -	\$ 961,855
Land	1,737,590	803,561	-	2,541,151
Easement	-	3,291	-	3,291
Ernest money	500	-	500	-
Construction WIP	<u>1,964,862</u>	<u>-</u>	<u>1,964,862</u>	<u>-</u>
Total capital assets not being depreciated	<u>4,664,807</u>	<u>806,852</u>	<u>1,965,362</u>	<u>3,506,297</u>
 Capital assets being depreciated:				
Buildings and improvements	1,800,000	2,133,768	-	3,933,768
Infrastructure	<u>254,911</u>	<u>-</u>	<u>-</u>	<u>254,911</u>
Total capital assets being depreciated	<u>2,054,911</u>	<u>2,133,768</u>	<u>-</u>	<u>4,188,679</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 6 - CAPITAL ASSETS (continued)**

**Component Units (continued)**

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Retirements</b>	<b>Ending Balance</b>
Less accumulated depreciation for:				
Buildings and improvements	995,000	113,344	-	1,108,344
Infrastructure	<u>68,684</u>	<u>8,497</u>	<u>-</u>	<u>77,181</u>
Total accumulated depreciation	<u>1,063,684</u>	<u>121,841</u>	<u>-</u>	<u>1,185,525</u>
Total capital assets being depreciated, net	<u>991,227</u>	<u>2,011,927</u>	<u>-</u>	<u>3,003,154</u>
Total capital assets, net	<u>\$ 5,656,034</u>	<u>\$ 2,818,779</u>	<u>\$ 1,965,362</u>	<u>\$ 6,509,451</u>

The BDC uses the following estimated useful lives to compute depreciation:

Building and Improvements 30 years

Depreciation expense for the year ended June 30, 2016 was \$121,841.

**NOTE 7 - INTERFUND BALANCES**

Individual fund interfund receivable and payable balances at June 30, 2016, were as follows:

	<b>Interfund Receivables</b>	<b>Interfund Payables</b>
<b>Governmental Funds</b>		
General Fund	\$ 37,734	\$ 757,101
Special Revenue Funds:		
Law Enforcement	-	37,734
Debt Service Funds:		
General Obligations	<u>757,101</u>	<u>-</u>
Governmental Funds	<u>794,835</u>	<u>794,835</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 7 - INTERFUND BALANCES (continued)**

	Interfund Receivables	Interfund Payables
<b>Enterprise Funds</b>		
General Fund	457,718	-
Capital Projects Fund	1,128,483	-
Weldon Auditorium	-	163,698
Water & Sewer Fund	-	<u>1,422,503</u>
Enterprise Fund	<u>1,586,201</u>	<u>1,586,201</u>
<b>Fiduciary Funds</b>		
General Fund	106,577	-
Fiduciary Fund types:		
Town of Turbeville	-	517
Magistrates:		
General and Civil	-	73,567
Clerk of Court	-	32,457
Tax Collector	-	<u>36</u>
Fiduciary Funds	<u>106,577</u>	<u>106,577</u>
	<u>\$ 2,487,613</u>	<u>\$ 2,487,613</u>

Interfund balances reflect amounts due for the last month's collections, amounts loaned for the water system purchase or other short term interfund arrangements.

Operating Transfers	Transfers In	Transfers Out
General Fund	\$ 74,831	\$ 15,000
Fire Operating Fund	472,424	-
Water & Sewer	-	10,000
Weldon Auditorium	346,554	-
Non Major Funds	-	808,978
Fiduciary Funds	-	<u>59,831</u>
	<u>\$ 893,809</u>	<u>\$ 893,809</u>

**NOTE 8 - SHORT-TERM OBLIGATIONS**

During the year ended June 30, 2016, the following transactions occurred in short-term liabilities:

	Balance at June 30, 2015	Additions	Disposals	Balance at June 30, 2016
GBAN – Series 2015E	<u>\$ -</u>	<u>\$1,750,000</u>	<u>\$ -</u>	<u>\$1,750,000</u>

In November, 2015, the County issued a General Bond Anticipation Note (Series 2015E) for \$1,750,000 to be used for capital repairs and construction to county owned and maintained roads, as well as expansion to Class II landfill and acquisition of various vehicles. In November, 2016, this bond was paid utilizing FEMA grant funds of \$1,000,000. \$750,000 was used from proceeds of a \$750,000 BAN (Series 2016C) to retire the \$1,750,000 BAN.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9 - LONG-TERM DEBT**

**A. Primary Government**

**Governmental Activities**

**General Obligation Bonds**

<p>\$156,000 Bond issued February 17, 2012 (Series 2012) to fund semi-annual installment lease purchase obligation on Administrative complex. Due in annual installments beginning March 1, 2013 of \$29,700 and ending March 1, 2017 of \$32,700. Interest accrues at a rate of 1.99% and is payable semi-annually on March 1 and September 1 each year to maturity.</p>	\$ 32,700
<p>\$156,000 Bond issued August 14, 2012 (Series 2012B) to fund semi-annual installment lease purchase obligation on Administrative complex. Due in annual installments beginning March 1, 2013 of \$18,200 and ending March 1, 2017 of \$35,300. Interest accrues at a rate of 1.63% and is payable semi-annually on March 1 and September 1 each year to maturity.</p>	35,300
<p>\$113,600 Bond issued February 13, 2013 (Series 2013A) to fund semi-annual installment lease purchase obligation on Courthouse Project. Due in annual installments beginning March 1, 2017 of \$80,482 and ending March 1, 2018 of \$33,118. Interest accrues at a rate of 1.82% and is payable semi-annually on March 1 and September 1 each year to maturity.</p>	113,600
<p>\$720,000 Bond issued September 6, 2013 (Series 2013B) to fund acquisition of self contained breathing apparatus for the Fire service. Due in equal annual installments of \$62,518 (principal and interest) beginning September 6, 2014 and ending September 1, 2028. Interest accrues at a rate of 3.50%.</p>	644,058
<p>\$151,650 Bond issued August 13, 2013 (Series 2013C) to fund semi-annual installment lease purchase obligation on Courthouse Project. Due in annual installments beginning March 1, 2017 of \$120,241 and ending March 1, 2018 of \$31,409. Interest accrues at a rate of 2.17% and is payable semi-annually on March 1 and September 1 each year to maturity.</p>	151,650

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9 - LONG-TERM DEBT (continued)**

**A. Primary Government (continued)**

**Governmental Activities (continued)**

**General Obligation Bonds (continued)**

\$144,525 Bond issued February 12, 2014 (Series 2014A) to fund semi-annual installment lease purchase obligation on Courthouse Project. Due in annual installments beginning March 1, 2017 of \$86,315 and ending March 1, 2018 of \$58,210. Interest accrues at a rate of 1.51% and is payable semi-annually on March 1 and September 1 each year to maturity. 144,525

\$3,500,000 Bond issued April 10, 2014 (Series 2014B) to fund construction of new office building for Dept. of Social Services, State Probation and Parole and County Coroner office. Due in annual installments beginning March 1, 2017 of \$105,000 and ending March 1, 2039 of \$220,000. Interest accrues at a blended rate of 3.61% and is payable semi-annually on March 1 and September 1 each year to maturity. 3,500,000

\$155,025 Bond issued August 13, 2014 (Series 2014C) to fund semi-annual installment lease purchase obligation on Courthouse Project. Due in annual installments beginning March 1, 2017 of \$31,958 and ending March 1, 2018 of \$123,067. Interest accrues at a rate of 2.13% and is payable semi-annually on March 1 and September 1 each year to maturity. 155,025

\$141,400 Bond issued February 12, 2015 (Series 2015A) to fund semi-annual installment lease purchase obligation on Courthouse Project. Due in annual installments beginning March 1, 2017 of \$26,267 and ending March 1, 2019 of \$33,614. Interest accrues at a rate of 1.67% and is payable semi-annually on March 1 and September 1 each year to maturity. 141,400

\$500,000 Bond issued October 13, 2015 (Series 2015B) to fund acquisition of fire engine. Due in annual principal and interest installments beginning October 1, 2016 of \$42,645 and ending October 13, 2030. Interest accrues at a rate of 3.25%. 500,000

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9 - LONG-TERM DEBT (continued)**

**A. Primary Government (continued)**

**Governmental Activities (continued)**

**General Obligation Bonds (continued)**

\$151,400 Bond issued August 13, 2015 (Series 2015C) to fund semi-annual installment lease purchase obligation on Courthouse Project. Due in annual installments beginning March 1, 2017 of \$29,690 and ending March 1, 2019 of \$69,863. Interest accrues at a rate of 1.71% and is payable semi-annually on March 1 and September 1 each year to maturity.

151,400

\$145,000 Bond issued February 12, 2016 (Series 2016A) to fund semi-annual installment lease purchase obligation on Courthouse Project. Due in annual installments beginning March 1, 2017 of \$25,912 and ending March 1, 2019 of \$92,863. Interest accrues at a rate of 1.58% and is payable semi-annually on March 1 and September 1 each year to maturity.

145,000

Total General Obligations Bonds Payable

\$ 5,714,658

The annual debt service payments for General Obligation bonds outstanding at June 30, 2016, are as follows:

**General Obligation Bonds**

June 30,	Principal	Interest
2017	\$ 640,237	\$ 184,723
2018	584,022	170,556
2019	377,302	157,474
2020	188,375	148,538
2021	195,870	142,593
2022 – 2026	1,059,863	617,102
2027 – 2031	1,118,989	429,302
2032 – 2036	910,000	239,800
2037 - 2040	<u>640,000</u>	<u>51,800</u>
	<u>\$ 5,714,658</u>	<u>\$ 2,141,888</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9 - LONG-TERM DEBT (continued)**

**A. Primary Government (continued)**

**Blended Component Unit – Clarendon Facilities Corporation**

In October, 2012, the Clarendon Facilities Corporation (CFC) issued \$6,970,000 Installment Purchase Revenue Bonds (Courthouse Renovation Project) Series 2012 to mature September 1, 2042 pursuant to an Installment Purchase and Use Agreement (“Agreement”) between the County and the CFC. Proceeds were used to make improvements to and renovate the County Courthouse.

In July, 2015 the Clarendon Facilities Corporation (CFC) issued Installment Purchase Refunding Revenue Bonds (Series 2015) in the amount of \$5,460,000 to mature September 1, 2030 pursuant to an Installment Purchase and Use Agreement (“Agreement”) between the County and the CFC. Proceeds were be used to defease Clarendon Facilities Corp IPRB (Series 2010), originally issued in the amount of \$6,500,000 in December, 2010 for the acquisition and construction of the County Administrative Complex.

The County will purchase the capital projects from CFC over twenty (20) years as required by the Agreements. The Agreements obligate the County to make payments to CFC in amounts calculated to be sufficient to enable CFC to pay the principal and interest on the outstanding bonds. The County’s obligations under the Agreements are from year to year only and do not constitute a mandatory payment obligation of the County in any fiscal year in which funds are not appropriated by the County to pay the installment payments of the purchase price due in such fiscal year. It is anticipated that the payments will be funded by the County with the future issuance of short-term general obligation bonds or restricted Fee-in-Lieu of revenue.

The CFC bonds are not a debt of the County; however, as CFC is blended with the operations of the County, the debt of CFC is included with the County’s other obligations as required by GAAP.

**June 30, 2016**

**\$ 12,400,000**

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9 - LONG-TERM DEBT (continued)**

**B. Primary Government (continued)**

**Blended Component Unit – Clarendon Facilities Corporation (continued)**

The annual debt service payments for Clarendon Facilities Corporation Installment Purchase Revenue bonds outstanding at June 30, 2016, are as follows:

**Revenue Bonds**

June 30,	Principal	Interest
2017	\$ 10,000	\$ 407,040
2018	345,000	403,440
2019	350,000	396,440
2020	355,000	389,340
2021	365,000	382,090
2022 – 2026	1,945,000	1,784,317
2027 – 2031	2,260,000	1,466,875
2032 – 2036	2,470,000	1,028,501
2037 – 2041	2,955,000	537,096
2042 – 2043	<u>1,345,000</u>	<u>50,901</u>
	<u>\$ 12,400,000</u>	<u>\$ 6,846,040</u>

On July 30, 2015, the Clarendon Facilities Corporation issued \$5.46 million installment purchase refunding revenue bonds with an average coupon rate of 3.18 percent (with a net interest cost of 3.01 percent) to advance refund \$6.5 million of outstanding 2010 Series bonds with an average coupon rate of 4.51 percent (with a NIC of 4.71 percent). The net proceeds of \$5.2 million (after payment of \$0.2 million in underwriting fees, insurance and other issuance costs) plus an additional \$1.9 million of 2011 Series sinking fund monies were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2010 Series bonds. As a result, the 2010 Series bonds are considered to be defeased and the liability of those bonds has been removed from the long-term debt.

The CFC advance funded the 2010 Series bonds to reduce its total debt service payments over the next 15 years by almost \$2.36 million and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$65,403.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9 - LONG-TERM DEBT (continued)**

**A. Primary Government (continued)**

**Governmental Activities (continued)**

**Capital Leases**

\$83,700 – Lease/purchase agreement to finance the purchase of one backhoe loader. Due in annual payments of \$12,163, including interest, due on August 31 of each year. First payment due August 31, 2011 and ending payment due August 31, 2016. The backhoe's gross cost is \$83,200 and the accumulated depreciation is \$40,213. \$ 33,635

\$126,501 – Lease/purchase agreement to finance the purchase of one knuckleboom truck. Due in annual payments of \$20,260, including interest, due on March 1 of each year. First payment due March 1, 2015 and ending payment due March 1, 2021. The truck's gross cost is \$126,501 and the accumulated depreciation is \$16,867. 90,103

\$200,000 – Lease/purchase agreement to finance the purchase of several motor vehicles. Due in semi-annual payments of \$21,277, including interest, due on April 15 and October 15 of each year. First payment due April 15, 2015 and ending payment due October 15, 2019. The vehicles' gross cost is \$217,538 and the accumulated depreciation is \$42,576. 142,672

Total Capital Leases \$ 266,410

Future minimum lease payments under capital leases, together with the present value of the net minimum lease payments, as of June 30, 2016:

Year Ending June 30,	
2017	\$ 98,014
2018	62,814
2019	62,814
2020	41,874
2021	<u>20,260</u>
Total Minimum Lease Payment	285,776
Less Amount Representing Interest	<u>19,366</u>
Present Value of Net Minimum Lease Payment	<u>\$ 266,410</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9 - LONG-TERM DEBT (continued)**

**B. Business Type Activities**

**Enterprise Revenue Bond – Weldon Auditorium**

\$3,250,000 Enterprise Charge Limited Obligation Bond issued May 13, 2010 to finance a capital project. Due in annual installments beginning July 1, 2011 of \$45,000 and ending July 1, 2040 of \$190,000. Interest accrues at rates varying from 2.0% to 4.75% and is payable semi-annually on January 1 and July 1 each year until maturity. Revenue from County's Hospitality charge has been dedicated for required debt service.

\$ 2,940,000

The annual debt service payments for Weldon Auditorium Enterprise Charge Limited Obligation bonds outstanding at June 30, 2016, are as follows:

Revenue Bonds June 30,	Principal	Interest
2017	\$ 70,000	\$ 129,065
2018	70,000	126,878
2019	75,000	124,424
2020	75,000	121,706
2021	80,000	118,896
2022 – 2026	455,000	541,959
2027 – 2031	550,000	435,398
2032 – 2036	690,000	292,838
2037 – 2041	<u>875,000</u>	<u>107,706</u>
	<u>\$ 2,940,000</u>	<u>\$ 1,998,870</u>

**Enterprise Revenue Bonds – Water & Sewer**

\$2,533,000 Bond issued April 19, 2012 (Series 2012A) to fund water system expansion. Interest only, due April 19, 2013 and April 19, 2014. Due in equal monthly installments thereafter beginning May 1, 2014 of \$8,967 and ending April 19, 2052. Interest accrues at a rate of 2.75%.

\$ 2,448,676

\$1,007,800 Bond issued April 19, 2012 (Series 2012B) to fund water system expansion. Interest only, due April 19, 2013 and April 19, 2014. Due in equal monthly installments thereafter beginning May 1, 2014 of \$3,568 and ending April 19, 2052. Interest accrues at a rate of 2.75%.

974,255

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9 - LONG-TERM DEBT (continued)**

**B. Business Type Activities (continued)**

**Enterprise Revenue Bonds – Water & Sewer (continued)**

\$1,436,000 Bond Anticipation Note (Series 2015) issued July 30, 2015 in anticipation of the issuance of a water system improvement bond. This BAN was refinanced with permanent financing.

1,436,000

Balance at June 30, 2016

\$ 4,858,931

In October, 2016 the County issued two (2) Water System Improvement Revenue Bonds, the proceeds of which were used for the construction of an elevated water tank and accompanying well. Series 2016A in the amount of \$1,179,000 and Series 2016B in the amount of \$257,000 mature October, 2056 and carry an interest rate of 1.875%. Monthly principal and interest payments are \$4,266, combined.

The annual debt service payments for Water and Sewer Enterprise Revenue bonds outstanding at June 30, 2016, are as follows:

Revenue Bonds June 30,	Principal	Interest
2017	\$ 72,940	\$ 111,608
2018	82,969	118,643
2019	85,067	116,545
2020	87,220	114,392
2021	89,428	112,184
2022 – 2026	482,325	525,735
2027 – 2031	546,812	461,248
2032 – 2036	620,152	387,908
2037 – 2041	703,586	304,474
2042 – 2046	798,524	209,536
2047 – 2051	906,594	101,466
2052 – 2056	366,318	15,037
2057	<u>16,996</u>	<u>73</u>
	<u>\$ 4,858,931</u>	<u>\$2,578,849</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9 - LONG-TERM DEBT (continued)**

**Changes in Long-Term Liabilities**

Long-term liability activity for the year ended June 30, 2016 was as follows:

	Beginning Balance	Additions	Retirements	Ending Balance	Due Within One Year
<b>Governmental Activities</b>					
General Obligation Bonds					
- 2010 Refunding Series	\$ 403,000	\$ -	\$ 403,000	\$ -	\$ -
- Series 2011	36,000	-	36,000	-	-
- Series 2012	64,700	-	32,000	32,700	32,700
- Series 2012B	70,000	-	34,700	35,300	35,300
- Series 2013A	113,600	-	-	113,600	80,482
- Series 2013B	682,682	-	38,624	644,058	39,976
- Series 2013C	151,650	-	-	151,650	120,242
- Series 2014A	144,525	-	-	144,525	86,315
- Series 2014B	3,500,000	-	-	3,500,000	105,000
- Series 2014C	155,025	-	-	155,025	31,958
- Series 2015A	141,400	-	-	141,400	26,267
- Series 2015B	-	500,000	-	500,000	26,395
- Series 2015C	-	151,400	-	151,400	29,690
- Series 2016A	-	145,000	-	145,000	25,912
Revenue Bonds					
- IPRB (Admin)	6,500,000	-	6,500,000	-	-
- IPRB (Admin) Refunding	-	5,460,000	-	5,460,000	-
- IPRB (Courthouse)	6,950,000	-	10,000	6,940,000	10,000
<b>Total Bonds</b>	<u>18,912,582</u>	<u>6,256,400</u>	<u>7,054,324</u>	<u>18,114,658</u>	<u>650,237</u>
Other Liabilities					
Compensated Absences	439,485	96,020	-	535,505	84,610
Closure & Maintenance	535,800	8,400	-	544,200	26,600
Capital Leases	393,456	-	127,046	266,410	89,792
<b>Total Other Liabilities</b>	<u>1,368,741</u>	<u>104,420</u>	<u>127,046</u>	<u>1,346,115</u>	<u>201,002</u>
<b>Governmental Activities Long Term Liabilities</b>	<u>20,281,323</u>	<u>6,360,820</u>	<u>7,181,370</u>	<u>19,460,773</u>	<u>851,239</u>
<b>Business Type Activities</b>					
Revenue Bonds					
Weldon 2010 Series	3,010,000	-	70,000	2,940,000	70,000
Water Expansion (2012A)	2,488,220	-	39,544	2,448,676	40,647
Water Expansion (2012B)	989,985	-	15,731	974,254	16,170
Water Expansion BAN	-	1,436,000	-	1,436,000	16,123
<b>Total Bonds</b>	<u>6,488,205</u>	<u>1,436,000</u>	<u>125,275</u>	<u>7,798,930</u>	<u>142,940</u>
Other Liabilities					
Compensated Absences	4,031	3,290	-	7,321	1,157
<b>Total Other Liabilities</b>	<u>4,031</u>	<u>3,290</u>	<u>-</u>	<u>7,321</u>	<u>1,157</u>
<b>Business Type Activities Long Term Liabilities</b>	<u>6,492,236</u>	<u>1,439,290</u>	<u>125,275</u>	<u>7,806,251</u>	<u>144,097</u>
<b>Total Combined</b>	<u>\$ 26,773,559</u>	<u>\$ 7,800,110</u>	<u>\$ 7,306,645</u>	<u>\$ 27,267,024</u>	<u>\$ 921,835</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9 - LONG-TERM DEBT (continued)**

**C. Discretely Presented Component Units**

**Business Development Corporation of Clarendon County (BDC)**

<p>Note payable to bank, with monthly payments of \$11,500 including interest at 5%, final payment due April 10, 2019. Collateralized by real property leased by Meritor Heavy Vehicle Systems, LLC.</p>	<p>\$ 545,423</p>
<p>Note payable to bank with monthly payments of \$3,711.19, including interest at 5.95% due June 10, 2019.</p>	<p>400,666</p>
<p>Note payable to Santee Electric Co-operative Inc., with interest at 2%. Payments will be interest only for the first two years, in the amount of \$3,600 payable on or before December 1, 2015 and 2016. One half of the principal and interest (\$93,600) is due December 1, 2017. The balance of \$90,978 is due on or before December 1, 2018. If Spec Building #7 is sold during the four-year period, the debt shall be satisfied with proceeds from the sale.</p>	<p>180,000</p>
<p>Note payable to Farmers Telephone Co-operative with 0% interest payable upon sale of Spec Building #7. Note recorded at face value excluding imputed interest as the initial term is indefinite.</p>	<p>250,000</p>
<p>Note payable to Clarendon County with 0% interest (Central SC Alliance) due upon the sale, lease or donation of Spec Building #7 or November 17, 2016, whichever is earlier. Note recorded at face value excluding imputed interest as the initial term is indefinite.</p>	<p><u>250,000</u></p>
<p>Subtotal of notes payable</p>	<p>1,626,089</p>
<p>Less current portion</p>	<p><u>(384,570)</u></p>
<p>Notes payable – noncurrent portion</p>	<p><u>\$ 1,241,519</u></p>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 9 - LONG-TERM DEBT (continued)**

**C. Discretely Presented Component Units (continued)**

**Business Development Corporation of Clarendon County (BDC) (continued)**

The maturities of long-term debt is as follows:

June 30,	Principal	Interest
2017	\$ 384,570	\$ 51,564
2018	231,668	44,467
2019	759,851	32,673
2020	<u>250,000</u>	<u>-</u>
	<u>\$ 1,626,089</u>	<u>\$ 128,704</u>

**NOTE 10 - OPERATING LEASES**

The County entered into an operating lease for its judicial building. The thirty (30) year lease term began October 1, 2004 and ends September 30, 2034. There is a renewal option for an additional ten years with a thirty-day notice. The rental amount is \$7,000 per month for a term of fifteen years. The remaining rental amount is \$3,000 plus the percentage of increase or decrease in the Consumer Price Index of all urban consumers for the next fifteen years. The lease does contain cancellation provisions and is subject to annual appropriations. The lease expense for 2015-16 is \$84,000.

The County entered into an operating lease for a 613C Caterpillar Scraper for use at its Landfill. The 60 month lease term began January 30, 2010 and ended December 30, 2015. Said lease was extended an additional 24 months to end December 30, 2017. Monthly lease payments are now \$3,552.

The County entered into an operating lease for a 7230 John Deere Tractor for use in its Public Works area. The 60 month lease term began November 18, 2011 and ends November 18, 2016. Annual lease payments are \$19,634.

The County entered into an operating lease for a 670G John Deere motor grader. The 60 month lease term began September 25, 2012 and ends September 25, 2017. Annual lease payments are \$21,779.

The County entered into an operating lease for a D5K Caterpillar Dozer. The 60 month lease term began August 27, 2014 and ends August 27, 2019. Annual lease payments are \$25,104.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 10 - OPERATING LEASES (continued)**

The future minimum rental payments are as follows:

2017	\$ 193,143
2018	152,195
2019	109,104
2020	54,276
2021	36,000
2022 - 2026	180,000
2027 - 2031	180,000
2032 - 2035	<u>81,000</u>
	<u>\$ 985,718</u>

**NOTE 11 - PROVISION FOR CLOSURE COSTS**

State and federal laws and regulations as governed by Solid Waste management Regulation R.61-107.258, Subpart C, Section (c) and the South Carolina Solid Waste Policy and Management Act of 1991, Section 44-96-390 require that Clarendon County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. In August 1993, the GASB issued GASB-18, Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs, in order to reduce the diversity of acceptable accounting practices in this area. GASB-18 applies to all governmental municipal solid waste landfills irrespective of what type of accounting model is used to account for the activities of a landfill. As defined by GASB-18, the basic objective is to recognize all landfill costs by the time a landfill is closed. The costs to be identified for closure and postclosure care include (1) capital assets, (2) final cover and (3) monitoring and maintenance activities.

While Clarendon County's original landfill was closed and capped in 2002 to municipal waste, the construction demolition and land clearing debris (C&D) landfill is still open with a life expectancy of twenty five years. The municipal landfill's liability at June 30, 2016 is \$544,200. See Note 8.

The nature and source of landfill closure and postclosure care requirements are monitored by both federal and State of South Carolina environmental protection agencies. Levels of ground water pollutants are set by State agencies and the monitoring of these amounts have been reported to County officials to be in conformity with guidelines. The County annually obtains updated and revised estimates of total future closure and post-closure costs from its consulting engineers. The provision for closure costs reported in the financial statements as operating expense represents the portion of these estimated future outlays which are allocable to the current year based on the amount of capacity used. The estimated total current cost of the landfill closure and post-closure care is based on the amount that would be paid if all equipment, facilities and services required to close, monitor and maintain the landfill were acquired as of June 30, 2016. However, the actual cost of closure and post-closure care may be higher due to

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 11 - PROVISION FOR CLOSURE COSTS (continued)**

inflation, changes in technology, or changes in landfill laws and regulations. Clarendon County has not accumulated or segregated funds to meet this reserve.

**NOTE 12 - RETIREMENT PLANS**

***Description of the Entity***

The South Carolina Public Employee Benefit Authority (PEBA), which was created July 1, 2012, administers the various retirement systems and retirement programs managed by its Retirement Division. PEBA has an 11-member Board of Directors, appointed by the Governor and General Assembly leadership, which serves as co-trustee and co-fiduciary of the systems and the trust funds. By law, the Budget and Control Board, which consists of five elected officials, also reviews certain PEBA Board decisions regarding the funding of the South Carolina Retirement Systems (Systems) and serves as a co-trustee of the Systems in conducting that review.

PEBA issues a Comprehensive Annual Financial Report (CAFR) containing financial statements and required supplementary information for the Systems' Pension Trust Funds. The CAFR is publically available through the Retirement Benefits' link on PEBA's website at [www.peba.sc.gov](http://www.peba.sc.gov), or a copy may be obtained by submitting a request to PEBA, PO Box 11960, Columbia, SC 29211-1960. PEBA is considered a division of the primary government of the state of South Carolina and therefore, retirement trust fund financial information is also included in the comprehensive annual financial report of the state.

***Plan Descriptions***

The South Carolina Retirement System (SCRS), a cost-sharing multiple-employer defined benefit pension plan, was established effective July 1, 1945, pursuant to the provisions of Section 9-1-20 of the South Carolina Code of Laws for the purpose of providing retirement allowances and other benefits for employees of the state, its public school districts, and political subdivisions.

The South Carolina Police Officers Retirement System (PORS), a cost-sharing multiple-employer defined benefit pension plan, was established effective July 1, 1962, pursuant to the provisions of Section 9-11-20 of the South Carolina Code of Laws for the purpose of providing retirement allowances and other benefits for police officers and firemen of the state and its political subdivisions.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 12 - RETIREMENT PLANS (continued)**

***Membership***

Membership requirements are prescribed in Title 9 of the South Carolina Code of Laws. A brief summary of the requirements under each system is presented below.

**SCRS**

Generally, all employees of covered employers are required to participate in and contribute to the system as a condition of employment. This plan covers general employees and teachers and individuals newly elected to the South Carolina General Assembly beginning with the November 2012 general election. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member.

**PORS**

To be eligible for PORS membership, an employee must be required by the terms of his employment, by election or appointment, to preserve public order, protect life and property, and detect crimes in the state; to prevent and control property destruction by fire; or to serve as a peace officer employed by the Department of Corrections, the Department of Juvenile Justice, or the Department of Mental Health. Probate judges and coroners may elect membership in PORS. Magistrates are required to participate in PORS for service as a magistrate. PORS members, other than magistrates and probate judges, must also earn at least \$2,000 per year and devote at least 1,600 hours per year to this work, unless exempted by statute. An employee member of the system with an effective date of membership prior to July 1, 2012, is a Class Two member. An employee member of the system with an effective date of membership on or after July 1, 2012, is a Class Three member.

***Benefits Provided***

Benefit terms are prescribed in Title 9 of the South Carolina Code of Laws. PEBA does not have the authority to establish or amend benefit terms without legislative change in the code of laws. Key elements of the benefit calculation include the benefit multiplier, years of service, and average final compensation. A brief summary of benefit terms for each system is presented below.

**SCRS**

A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 65 or with 28 years credited service regardless of age. A member may elect early retirement with reduced pension benefits payable at age 55 with 25 years of service credit. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension upon satisfying the Rule of 90 requirement that the total of the member's age and the member's creditable service equals 90 years. Both Class Two and Class Three members are eligible to

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 12 - RETIREMENT PLANS (continued)**

***Benefits Provided (continued)***

receive a reduced deferred annuity at age 60 if they satisfy the five- or eight-year earned service requirement, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program.

The annual retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase. Members who retire under the early retirement provisions at age 55 with 25 years of service are not eligible for the benefit adjustment until the second July 1 after reaching age 60 or the second July 1 after the date they would have had 28 years of service credit had they not retired.

**PORS**

A Class Two member who has separated from service with at least five or more years of earned service is eligible for a monthly pension at age 55 or with 25 years of service regardless of age. A Class Three member who has separated from service with at least eight or more years of earned service is eligible for a monthly pension at age 55 or 27 years of service regardless of age. Both Class Two and Class Three members are eligible to receive a deferred annuity at age 55 with five or eight years of earned service, respectively. An incidental death benefit is also available to beneficiaries of active and retired members of employers who participate in the death benefit program. Accidental death benefits are also provided upon the death of an active member working for a covered employer whose death was a natural and proximate result of an injury incurred while in the performance of duty. The retirement allowance of eligible retirees or their surviving annuitants is increased by the lesser of one percent or five hundred dollars every July 1. Only those annuitants in receipt of a benefit on July 1 of the preceding year are eligible to receive the increase.

***Contributions***

Contributions are prescribed in Title 9 of the South Carolina Code of Laws. The PEBA Board may increase the SCRS and PORS employer and employee contribution rates on the basis of the actuarial valuations, but any such increase may not result in a differential between the employee and employer contribution rate that exceeds 2.9% percent of earnable compensation for SCRS and 5 percent for PORS. An increase in the contribution rates adopted by the board may not provide for an increase of more than one-half of one percent in any one year. If the scheduled employee or employer contributions provided in statute or the rates last adopted by the board are insufficient to maintain a thirty year amortization schedule of the unfunded liabilities of the plans, the board shall increase the contribution rates in equal percentage amounts for the employer and employee as necessary to maintain the thirty-year amortization period; and, this increase is not limited to one-half of one percent per year.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 12 - RETIREMENT PLANS (continued)**

**Contributions (continued)**

Required employee contribution rates for fiscal year 2015-2016 are as follows:

<b>SCRS</b>	
Employee Class Two	8.16% of earnable compensation
Employee Class Three	8.16% of earnable compensation

<b>PORS</b>	
Employee Class Two	8.74% of earnable compensation
Employee Class Three	8.74% of earnable compensation

Required employer contribution rates for fiscal year 2015-2016 are as follows:

<b>SCRS</b>	
Employee Class Two	10.91% of earnable compensation
Employer Class Three	10.91% of earnable compensation
Employer Incidental Death Benefit	0.15% of earnable compensation

<b>PORS</b>	
Employee Class Two	13.34% of earnable compensation
Employer Class Three	13.34% of earnable compensation
Employer Incidental Death Benefit	0.20% of earnable compensation
Employer Accidental Death Program	0.20% of earnable compensation

The County's and Harvin Clarendon County Library's contributions to the SCRS and PORS for the last three fiscal years were are follows:

**County:**

	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>SCRS</b>			
Employee Contributions	\$ 403,606	\$ 377,580	\$ 352,517
Employer Contributions	539,627	507,373	491,170
Employer Group Life Contributions	<u>7,419</u>	<u>7,080</u>	<u>7,050</u>
<b>Total</b>	<u>\$ 950,652</u>	<u>\$ 892,033</u>	<u>\$ 850,737</u>
<b>PORS</b>			
Employee Contributions	\$ 388,493	\$ 358,507	\$ 323,569
Employer Contributions	592,965	554,601	513,421
Employer Group Life Contributions	<u>17,780</u>	<u>17,051</u>	<u>16,509</u>
<b>Total</b>	<u>\$ 999,238</u>	<u>\$ 930,159</u>	<u>\$ 853,499</u>

**Harvin Clarendon County Library:**

	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>SCRS</b>			
Employee Contributions	\$ 23,703	\$ 25,770	\$ 23,120
Employer Contributions	34,003	34,629	32,213
Employer Group Life Contributions	<u>436</u>	<u>483</u>	<u>462</u>
<b>Total</b>	<u>\$ 58,142</u>	<u>\$ 60,882</u>	<u>\$ 55,795</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 12 - RETIREMENT PLANS (continued)**

***Contributions*** (continued)

The County and the Library have contributed 100 percent of the required contributions for the current year and in each of the two preceding years.

***Actuarial Assumptions and Methods***

Actuarial valuations involve estimates of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and future salary increases. Amounts determined during the valuation process are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. South Carolina state statute requires that an actuarial experience study be completed at least once in each five-year period. The last experience study was performed on data through June 30, 2010, and the next experience study, performed on data through June 30, 2015, is currently underway.

The most recent actuarial valuation reports adopted by the PEBA Board and Budget and Control Board are as of June 30, 2015. The net pension liability of each defined benefit pension plan was therefore determined by PEBA's consulting actuary, Gabriel, Roeder, Smith and Company (GRS), based on the July 1, 2014 actuarial valuations, using membership data as of July 1, 2014, projected forward to the end of the fiscal year, and financial information of the pension trust funds as of June 30, 2015, using generally accepted actuarial procedures. Information included in the following schedules is based on the certification provided by GRS.

The following provides a summary of the actuarial assumptions and methods used in the July 1, 2014, valuations for SCRS and PORS.

<b>Actuarial Cost Method</b>	<b><u>SCRS</u></b>	<b><u>PORS</u></b>
	Entry Age	Entry Age
<b>Actuarial Assumptions:</b>		
Investment Rate of Return	7.50%	7.50%
Projected Salary Increases	3.5% - 12.5%	4.0% - 10.0%
Includes Inflation at	2.75%	2.75%
Benefits Adjustments	Lesser of 1% or \$500	Lesser of 1% or \$500

The post-retiree mortality assumption is dependent upon the member's job category and gender. This assumption includes base rates which are automatically adjusted for future improvement in mortality using published Scale AA projected from the year 2000. Assumptions used in the July 1, 2014 valuation for SCRS and PORS are as follows:

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 12 - RETIREMENT PLANS (continued)**

***Actuarial Assumptions and Methods (continued)***

<u>Former Job Class</u>	<u>Males</u>	<u>Females</u>
Educators	RP-2000 Males (with White Collar adjustment) multiplied by 110%	RP-2000 Females (with White Collar adjustment) multiplied by 95%
General Employees and Members of the General Assembly	RP-2000 Males multiplied by 100%	RP-2000 Females multiplied by 90%
Public Safety, Firefighters, and members of the South Carolina National Guard	RP-2000 Males (with Blue Collar adjustment) multiplied by 115%	RP-2000 Females (with Blue Collar adjustment) multiplied by 115%

***Net Pension Liability***

The net pension liability (NPL) is calculated separately for each system and represents that particular system's total pension liability determined in accordance with GASB No. 67 less that System's fiduciary net position. As of June 30, 2015, NPL amounts for SCRS and PORS are presented below (amounts expressed in thousands).

<u>System</u>	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Employers' Net Pension Liability(Asset)</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
SCRS	\$44,097,310,230	\$25,131,828,101	\$18,965,482,129	57.0%
PORS	6,151,321,222	3,971,824,838	2,179,496,384	64.6%

The total pension liability is calculated by the Systems' actuary, and each plan's fiduciary net position is reported in the Systems' financial statements. The net pension liability is disclosed in accordance with the requirements of GASB 67 in the Systems' notes to the financial statements.

CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS

NOTE 12 - RETIREMENT PLANS (continued)

***Discount Rate***

The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers in SCRS and PORS will be made on the actuarially determined rates based on provisions in the South Carolina State Code of Laws. Based on those assumptions, each System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

***Long-term Expected Rate of Return***

The long-term expected rate of return on pension plan investments for actuarial purposes is based upon the 30 year capital market outlook at the end of the fourth quarter 2013, as developed by the Retirement Systems Investment Commission in collaboration with its investment consultant, Aon Hewitt. The long-term expected rates of return represent assumptions developed using a building block approach, reflecting observable inflation and interest rate information available in the fixed income markets as well as Consensus Economic forecasts. The actuarial long-term assumptions for other asset classes are based on historical results, current market characteristics and professional judgment.

The expected returns, along with the expected inflation rate, form the basis for the target asset allocation as adopted by the Investment Commission for fiscal year 2015. The long-term expected rate of return is produced by weighting the expected future real rates of return by the target allocation percentages and then adding the actuarial expected inflation which is summarized in the table below. For actuarial purposes, the 7.50 percent assumed annual investment rate of return used in the calculation of the total pension liability includes a 4.75 percent real rate of return and a 2.75 percent inflation component.

CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS

NOTE 12 - RETIREMENT PLANS (continued)

*Long-term Expected Rate of Return (continued)*

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Expected Arithmetic Real Rate of Return</u>	<u>Long-Term Expected Portfolio Real Rate of Return</u>
<b>Short Term</b>	<b>5.0%</b>		
Cash	2.0%	1.90%	0.04%
Short Duration	3.0%	2.00%	0.06%
<b>Domestic Fixed Income</b>	<b>13.0%</b>		
Core Fixed Income	7.0%	2.70%	0.19%
Mixed Credit	6.0%	3.80%	0.23%
<b>Global Fixed Income</b>	<b>9.0%</b>		
Global Fixed Income	3.0%	2.80%	0.08%
Emerging Markets Debt	6.0%	5.10%	0.31%
<b>Global Public Equity</b>	<b>31.0%</b>	7.10%	2.20%
<b>Global Tactical Asset Allocation</b>	<b>10.0%</b>	4.90%	0.49%
<b>Alternatives</b>	<b>32.0%</b>		
Hedge Funds (Low Beta)	8.0%	4.30%	0.34%
Private Debt	7.0%	9.90%	0.69%
Private Equity	9.0%	9.90%	0.89%
Real Estate (Broad Market)	5.0%	6.00%	0.30%
Commodities	3.0%	5.90%	0.18%
<b>Total Expected Real Return</b>	<b>100.0%</b>		6.00%
Inflation for Actuarial Purposes			2.75%
<b>Total Expected Nominal Return</b>			<b>8.75%</b>

***Sensitivity Analysis***

The following table presents the County's and the Harvin Clarendon County Library's collective net pension liability of the participating employer calculated using the discount rate of 7.50 percent, as well as what the County and Library's net pension liability would be if it were calculated using a discount rate that is 1.00 percent lower (6.50 percent) or 1.00 percent higher (8.50 percent) than the current rate:

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 12 - RETIREMENT PLANS (continued)**

*Sensitivity Analysis (continued)*

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

<u>System</u>	<u>1.00% Decrease (6.50%)</u>	<u>Current Discount Rate (7.50%)</u>	<u>1.00% Increase (8.50%)</u>
<b>County:</b>			
SCRS	\$ 12,035,842	\$ 9,546,844	\$ 7,460,747
PORS	\$ 10,216,270	\$ 7,499,560	\$ 5,071,133
<b>Harvin Clarendon County Library:</b>			
SCRS	\$ 821,549	\$ 651,654	\$ 509,260

***Payables to the Pension Plan***

As of June 30, 2016, the County had \$166,283 in payables outstanding to the pension plans for its legally required contributions.

***Pension Liabilities***

At June 30, 2016, the County reported a liability of \$9,546,844 for its proportionate share of the net pension liability for the SCRS and a liability of \$7,499,560 for its proportionate share of the net pension liability for the PORS. Harvin Clarendon County Library reported a liability of \$651,654 for its proportionate share of the net pension liability for SCRS. The net pension liability of each defined benefit plan was determined based on the most recent actuarial valuation as of July 1, 2014, using membership as of that date projected forward to the end of the fiscal year, and financial information of the pension trust funds as of June 30, 2015. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating governmental units, actuarially determined. At June 30, 2016, the County's proportions were 0.050338 percent and 0.34410 percent for SCRS and PORS, respectively. The Library's proportion was 0.003436 percent.

For the year ended June 30, 2016, the County recognized pension expense of \$1,301,997, including \$630,596 for SCRS and \$671,401 for PORS. Harvin Clarendon County Library recognized pension expense of \$49,121.

At June 30, 2016, the County and the Library reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 12 - RETIREMENT PLANS (continued)**

*Pension Liabilities (continued)*

**County:**

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<b><u>SCRS</u></b>		
Differences between Expected and Actual Experience	\$ 169,615	\$ 17,073
Net Difference between Projected and Actual Investment Earnings	63,902	-
Deferred Amounts from Changes in Proportionate Share and Differences between Employer Contributions and Proportionate Share of Total Plan Employer Contributions	-	198,971
Direct Contributions Subsequent to the Measurement Date	<u>547,046</u>	<u>-</u>
<b>Total</b>	<b><u>\$ 780,563</u></b>	<b><u>\$ 216,044</u></b>

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<b><u>PORS</u></b>		
Differences between Expected and Actual Experience	\$ 148,642	\$ -
Net Difference between Projected and Actual Investment Earnings	82,058	-
Deferred Amounts from Changes in Proportionate Share and Differences between Employer Contributions and Proportionate Share of Total Plan Employer Contributions	13,999	-
Direct Contributions Subsequent to the Measurement Date	<u>610,745</u>	<u>-</u>
<b>Total</b>	<b><u>\$ 855,444</u></b>	<b><u>\$ -</u></b>

**Harvin Clarendon County Library:**

<b><u>SCRS</u></b>		
Differences between Expected and Actual Experience	\$ 11,578	\$ 1,165
Net Difference between Projected and Actual Investment Earnings	4,362	-
Deferred Amounts from Changes in Proportionate Share and Differences between Employer Contributions and Proportionate Share of Total Plan Employer Contributions	5,648	-
Direct Contributions Subsequent to the Measurement Date	<u>34,439</u>	<u>-</u>
<b>Total</b>	<b><u>\$ 56,027</u></b>	<b><u>\$ 1,165</u></b>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 12 - RETIREMENT PLAN (continued)**

*Pension Liabilities (continued)*

The amounts of \$547,046 for SCRS, \$610,745 for PORS, and \$34,439 for Harvin Clarendon County Library for SCRS reported as deferred outflows of resources related to pensions resulting from County and Library contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2017.

The following schedule reflects the amortization of the net balance of remaining deferred outflows/(inflows) of resources at June 30, 2015. Average remaining services lives of all employees provided with pensions through the pension plans at June 30, 2015 was 4.164 years for SCRS and 4.796 years for PORS which is the basis for amortizing all deferred amounts except for the difference between projected and actual investment earnings which are amortized over five years.

**County:**

<u>Measurement Period Ending June 30,</u>	<u>Difference Between</u>			
	<u>Expected and Actual Experience</u>		<u>Projected and Actual Investment Earnings</u>	
	<u>SCRS</u>	<u>PORS</u>	<u>SCRS</u>	<u>PORS</u>
2016	\$ 36,633	\$35,696	\$ (27,014)	\$ 19,212
2017	36,633	35,696	(27,014)	19,212
2018	36,633	35,696	(27,014)	19,211
2019	36,633	35,696	(27,014)	19,211
2020	<u>6,010</u>	<u>5,858</u>	<u>(27,013)</u>	<u>19,211</u>
Net Balance of Deferred Outflows/(Inflows) of Resources	<u>\$152,542</u>	<u>\$148,642</u>	<u>\$(135,069)</u>	<u>\$ 96,057</u>

**Library:**

<u>Measurement Period Ending June 30,</u>	<u>Difference Between</u>	
	<u>Expected and Actual Experience</u>	<u>Projected and Actual Investment Earnings</u>
2016	\$ 3,857	\$ 872
2017	3,857	872
2018	3,857	872
2019	3,857	872
2020	<u>633</u>	<u>874</u>
Net Balance of Deferred Outflows/(Inflows) of Resources	<u>\$ 16,061</u>	<u>\$ 4,362</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 12 - RETIREMENT PLAN (continued)**

***Additional Financial and Actuarial Information***

Information contained in these Notes to the Schedule of Employer Allocations and the Schedule of Pension Amounts by Employer (Schedules) was extracted from the audited financial statements of the South Carolina Retirement Systems for the fiscal year ended June 30, 2015. Additional financial information supporting the preparation of the Schedules (including the unqualified audit opinion on the financial statements and required supplementary information) is located in the Comprehensive Annual Financial Report (CAFR) containing financial statements and required supplementary information for SCRS and PORS. The CAFR of the Pension Trust Funds is publicly available on PEBA's Retirement Benefits' website at [www.retirement.sc.gov](http://www.retirement.sc.gov), or a copy may be obtained by submitting a request to PEBA, PO Box 11960, Columbia, SC 29211-1960.

**NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS**

**Background**

Beginning in the fiscal year ending June 30, 2009, Clarendon County implemented Governmental Accounting Standards Board (GASB) Statement No. 45 for other postemployment benefits (OPEB) offered to retirees. This standard addresses how local governments should account for and report their costs related to postemployment health care and other non-pension benefits, such as the County's retiree health benefit subsidy. Historically, the County's subsidy was funded on a pay-as-you-go basis but GASB 45 requires that the County accrue the cost of the retiree health subsidy and other postemployment benefits during the period of employees' active employment, while the benefits are being earned, and disclose the unfunded actuarial accrued liability in order to accurately account for the total future cost of postemployment benefits and the financial impact on the County. This funding methodology mirrors the funding approach used for pension benefits.

**Plan Description**

Other postemployment benefits provided by the County include a retiree health insurance premium contribution plan that covers retirees.

Some retirees, who are referred to as "non-funded retirees," are eligible for insurance but must pay the full premium, which includes the retiree share plus the employer contribution. These retirees worked in an insurance-eligible position prior to May 2, 2008, with an employer participating in the state insurance program and include:

- Employees who are eligible to retire and have at least five years, but fewer than 10 years, of earned SCRS service credit with a participating state insurance program employer.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS (continued)**

**Plan Description (continued)**

- Former County Council members who served on Council for at least 12 years and were covered under the state's plan when they left the Council. It is up to the County Council to decide whether to allow former members to have this coverage.

Whether you are a funded or a non-funded retiree, the following types of service do not count toward your earned service credit requirement for insurance eligibility: non-qualified, federal, military, out-of-state employment, educational service, leave of absence, unused sick leave or service with employers that do not participate in the state insurance program.

Retirees under the retiree health plan prior to July 1, 2005 will be grandfathered into the system, with their (retiree) monthly premiums paid by the County. A retiree who has elected to cover their spouse and/or eligible dependent children will continue to be responsible for paying the entire cost of the dependent's monthly insurance premium as set by the State Employee Insurance Program.

All current retirees and all future retirees hired prior to May 2, 2008, are eligible for trust fund paid premiums as follows:

An employee must meet the following criteria to be eligible for retiree health insurance: The employees must have at least 10 years of earned SCRS service credit and must qualify for retirement under the South Carolina Retirement System guidelines.

- Employees who leave employment before they are eligible to retire and who have at least 20 years of earned SCRS service credit with an employer that participates in the state insurance program. These employees are not eligible for insurance coverage until age 60 when they are eligible to receive a retirement check. Employees who qualify under the Police Officers Retirement System (PORS) become eligible at age 55.
- Employees who left employment before 1990 and who were not eligible to retire, but who had 18 years of earned SCRS service credit and returned to work with a participating group, enrolled in a state health and dental plan, and worked for at least two consecutive years in a full-time, permanent position.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS (continued)**

**Plan Description (continued)**

Based on the state policy change, Clarendon County will follow the guidelines set by the state regarding retiree insurance. Employees who commence employment on or after May 2, 2008 and retire from the County are eligible for Plan coverage; they are eligible for trust fund paid premiums as follows:

- a) If the retiree's earned service credit in a state retirement system is five or more years, but fewer than fifteen years with a state-covered entity, then the retiree shall pay the full premium for the Plan. (There will be no employer contribution for individuals in this category, and they will be obligated to pay the entire premium.)
- b) If the retiree's earned service credit in a state retirement system is fifteen or more years, but fewer than twenty-five years with a state-covered entity, then the retiree is eligible for fifty percent County paid premiums and the retiree shall pay the remainder of the premiums cost. (Individuals in this category will receive an employer contribution equal to half of the "regular" State contribution, and will be obligated to pay the difference of the total premium and partial State contribution.)
- c) If the retiree's earned service credit in a state retirement system is twenty-five or more years with a state-covered entity, then the retiree is eligible for trust fund paid premiums, and the retiree is responsible for the retiree's share of the premium. The County pays 100 percent of the employer's share of the premium. (Individuals in this category will receive the full State contribution, as is the case at present for employer-funded retirees, and under current policy, will generally pay the same premium as do active employees.)

**Funding Policy**

The County has elected not to pre-fund OPEB liabilities and to fund healthcare benefits on a pay-as-you-go basis.

**Annual OPEB Cost and Net OPEB Obligation**

The annual cost of other postemployment benefits (OPEB) under GASB 45 is called the annual required contribution or ARC. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The current employer contribution rates for the County are 0 percent.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS (continued)**

The County's annual OPEB cost and the net OPEB obligation is based on a 4.5% discount rate, including an inflation component of 3%, and amortizing the initial unfunded actuarial liability over 30 years based on a level percent of payroll method for 2016 is as follows:

Annual required contribution	\$ 1,171,679
Interest on net OPEB obligation	238,264
Adjustment to annual required contribution	<u>(220,749)</u>
Annual OPEB cost (expense)	1,189,194
Contributions made	<u>(422,941)</u>
Increase (decrease) in net OPEB obligation	766,253
Net OPEB obligation, beginning of year	<u>5,294,757</u>
Net OPEB obligation, end of year	<u><u>\$ 6,061,010</u></u>

**Actuarial Methods and Assumptions**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The Projected Unit Credit, Level Percent of Payroll actuarial cost method has been used to calculate the GASB ARC for this valuation. Using the plan benefits, the present health premiums and a set of actuarial assumptions, the anticipated future payments are projected. The projected unit credit method then provides for a systematic funding for these anticipated payments. The yearly ARC is computed to cover the cost of benefits being earned by covered members as well as to amortize a portion of the unfunded accrued liability. If experience is in accordance with the assumptions used, the ARC will increase at approximately the same rate as active member payroll, and the ARC as a percentage of payroll will remain basically level on a year to year basis. This is both an accepted and reasonable cost method.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS (continued)**

**Trend Information:**

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation were as follows:

Fiscal Year Ending	Annual OPEB Cost	Employer Amount Contributed	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2014	\$ 1,228,330	\$ 370,410	30.2%	\$ 4,657,747
June 30, 2015	\$ 1,152,490	\$ 373,479	32.4%	\$ 5,294,757
June 30, 2016	\$ 1,189,194	\$ 422,941	35.6%	\$ 6,061,010

**Funded Status and Funding Progress:**

As of July 1, 2014, the most recent actuarial valuation date, the plan was 0 percent funded. The actuarial accrued liability for benefits was \$11,751,540, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$11,751,540. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status and the annual required contributions of the County's retiree health care plan are subject to continual revisions as actual results are compared to past expectations and new estimates are made about the future.

**Harvin Clarendon County Library**

**Background**

Beginning in fiscal year ended June 30, 2010, Harvin Clarendon County Library implemented Governmental Accounting Standards Board (GASB) Statement No. 45 for other post-employment benefits (OPEB) offered to retirees.

**Plan Description**

Other postemployment benefits provided by the Library include a retiree health insurance premium contribution plan that covers retirees with the same benefits provided by the County as described above.

**Funding Policy**

The Library has elected not to pre-fund OPEB liabilities and to fund healthcare benefits on a pay as you go basis.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS (continued)**

**Annual OPEB Cost and Net OPEB Obligation**

The Library has elected to calculate the annual required contribution of the Library (ARC) and related information using the Alternative Measurement Method permitted by GASB Statement No. 45 for employers in plans with fewer than one hundred total plan members. The Library's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the ARC. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 25 years.

The Library's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation were as follows:

**Schedule of Employer Contributions**

Fiscal Year Ending	Annual OPEB Cost	Amount Contributed	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2014	\$ 33,800	\$ 6,040	17.9%	\$ 137,088
June 30, 2015	\$ 34,248	\$ 6,434	18.8%	\$ 171,336
June 30, 2016	\$ 63,932	\$ 18,333	28.7%	\$ 216,935

**Funded Status and Funding Progress**

As of June 30, 2016, the plan assets were \$-0-, the actuarial accrued liability for benefits was \$642,445, the total unfunded actuarial liability is \$642,445, and the actuarial value of assets as a percentage of the actuarial accrued liability (funded ratio) is 0%. The covered payroll (annual payroll of active employees covered by the plan) was \$290,735, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 221%.

Annual required contribution	\$ 63,210
Interest on net OPEB obligation	7,710
Adjustment to annual required contribution	<u>(6,988)</u>
Annual OPEB cost (expense)	63,932
Estimated contributions made	<u>(18,333)</u>
Increase (decrease) in net OPEB obligation	45,599
Net OPEB obligation, beginning of year	<u>171,336</u>
Net OPEB obligation, end of year	<u>\$ 216,935</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLANS (continued)**

**Methods and Assumptions**

These are detailed in the Library's separate notes to the financial statements.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revisions as actual results are compared with past expectations and new estimates are made about the future.

**NOTE 14 - FUND BALANCE REPORTING**

The County and Library have classified their fund balances with the following hierarchy: Nonspendable, Restricted, Committed, Assigned and Unassigned according to GASB Statement 54.

The County fund balance as of June 30, 2016 was classified as follows:

Description	General Fund	Capital Projects	General County Debt Svc	Fire Department	C-Program Roads	Other Governmental	Total Governmental Funds
<b>Nonspendable:</b>							
Inventory	\$ 65,937	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 65,937
<b>Restricted:</b>							
LOST Reserve	906,882	-	-	-	-	-	906,882
Local drug interdiction	-	-	-	-	-	280,140	280,140
Solicitor's office	-	-	-	-	-	200,012	200,012
Debt service	-	-	1,070,071	-	-	176,772	1,246,843
911 Center improvements	-	-	-	-	-	1,050,813	1,050,813
<b>Committed:</b>							
DSS bldg. project	-	1,717,034	-	-	-	-	1,717,034
<b>Assigned:</b>							
Encumbrances	64,238	-	-	564,809	-	-	629,047
Fire protection	-	-	-	750,921	-	-	750,921
Local law enforcement	2,562	-	-	-	-	-	2,562
Road improvements	-	-	-	-	3,281,590	-	3,281,590
Vocational school appropriation	-	-	-	-	-	4,074	4,074
Tourism related efforts	-	-	-	-	-	254,200	254,200
Clerk of Court discretionary	6,651	-	-	-	-	-	6,651
Local disaster relief efforts	-	-	-	-	-	22,324	22,324
<b>Unassigned:</b>	<u>1,358,492</u>	<u>1,117,417</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,475,909</u>
<b>Total fund balances</b>	<u>\$ 2,404,762</u>	<u>\$ 2,834,451</u>	<u>\$ 1,070,071</u>	<u>\$ 1,315,730</u>	<u>\$ 3,281,590</u>	<u>\$ 1,988,335</u>	<u>\$ 12,894,939</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 14 - FUND BALANCE REPORTING (continued)**

**Discretely Presented Component Units:**

The fund balances as of June 30, 2016 was classified as follows:

Description	Harvin Clarendon County Library	Business Development Commission
Non-spendable	\$ 16,755	\$ -
Restricted	-	1,312,919
Committed:		
Capital building fund	95,000	-
Unassigned	<u>75,881</u>	<u>70,219</u>
 Total fund balances	 <u>\$ 187,636</u>	 <u>\$ 1,383,138</u>

**NOTE 15 - RISK MANAGEMENT**

The County is exposed to various risks of loss and maintains elements of both self-insurance and purchased insurance policies divided into coverage for worker's compensation, property and casualty and employee health insurance. Management believes such coverage is sufficient to preclude any significant uninsured losses for the covered risks. The County also pays insurance premiums to certain other commercial insurers to cover risks that may occur in normal operations. The insurers promise to pay to or on behalf of the insured for covered economic losses sustained during the policy in accordance with insurance policy and benefit program limits. State funds accumulate assets and the State itself assumes substantially all risks for the following:

- 1) Claims of covered public employees for health and dental insurance benefits (Office of Insurance Services) and
- 2) Claims of covered public employees for long-term disability and group-life insurance benefits (Retirement System).

The County assumes the risk for unemployment compensation benefits by paying directly to the Employment Security Commission actual claims filed against the County.

Employees elect health coverage of either a health maintenance organization or through the State's self-insured plan. All other insurance coverages listed above are through the applicable State self-insured plan except dependent and optional life premiums which are remitted to commercial carriers.

The County has recorded insurance premium expenditures in the applicable functional expenditure categories of the unrestricted current funds. These expenditures do not include estimated claim losses and estimable premium adjustments.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 15 - RISK MANAGEMENT (continued)**

The County has not reported a supplemental premium assessment expenditure, and the related liability at June 30, 2016, because the requirements of GASB Statement No. 10, which state that a liability for supplemental assessments must be reported if information prior to issuance of the financial statements indicates that it is probable that an asset has been impaired or a liability has been incurred on or before June 30, 2016, and that the amount of the premium is reasonably estimable, have not been satisfied.

In management's opinion, supplemental premium assessments, if any, would not be significant enough to have a material adverse effect on the financial position of the County.

**NOTE 16 - CONTINGENCIES AND COMMITMENTS**

**Grants:**

The County participates in a number of federally assisted grant programs and state funded grant programs. These programs are subject to financial compliance audits by the County's auditors and by auditors of the federal or state grantor agencies. Upon audit, should it be determined that the County has failed to comply with applicable requirements of the grants, then some or all of the grant expenditures may be disallowed and a portion of the grant expenditures may become reimbursable to the grantor.

**Construction Commitments:**

None

**NOTE 17 - SUBSEQUENT EVENTS**

In September, 2011, the County received a Letter of Conditions from the US Department of Agriculture for a \$4,000,000 expansion project of its water system. The project will be primarily financed through a \$1,481,000 RDA grant and an RDA loan of \$2,501,000, at 3.375% amortized over 40 years. The expansion project is pending final approval from the US Department of Agriculture prior to going out for bid in the beginning of calendar year 2017.

In August, 2016 the County issued General Obligation debt (Series 2016B) in the amount of \$151,275 to mature March 1, 2019. Proceeds will be used to make semi-annual payments for component unit, the Clarendon Facilities Corporation, on installment purchase revenue bonds for renovations and improvements to the county courthouse.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 17 - SUBSEQUENT EVENTS** (continued)

In October, 2016 the County issued two (2) Water System Improvement Revenue Bonds, the proceeds of which were used for the construction of an elevated water tank and accompanying well. Series 2016A in the amount of \$1,179,000 and Series 2016B in the amount of \$257,000 mature October, 2056 and carry an interest rate of 1.875%. Monthly principal and interest payments are \$4,266, combined.

In November, 2016, the County issued General Obligation Bond Anticipation Note (Series 2016C) in the amount of \$750,000 to mature November 10, 2017. This issuance represents the balance outstanding of General Obligation Bond Anticipation Note (Series 2015E) originally in the amount of \$1,750,000 which matured November 18, 2016; proceeds were used primarily for capital repairs and construction to county owned and maintained roads; as well as, expansion to Class II landfill and acquisition of various vehicles.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
SCHEDULE OF FUNDING PROGRESS FOR THE RETIREE HEALTH PLAN  
REQUIRED SUPPLEMENTARY INFORMATION  
YEAR ENDED JUNE 30, 2016**

	(1)	(2)	(3)	(4)	(5)	(6)	
			Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL) (2)-(1)	Funded Ratio (1)/(2)	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll ((2)-(1))/(5)
Actuarial Valuation Date	Actuarial Value of Assets						
Clarendon County	6/30/2008	\$ -	\$ 9,405,998	\$ 9,405,998	0.00%	\$ 6,918,209	135.96%
	6/30/2010	\$ -	\$ 9,541,664	\$ 9,541,664	0.00%	\$ 7,490,632	127.38%
	6/30/2012	\$ -	\$ 11,805,065	\$ 11,805,065	0.00%	\$ 7,352,588	160.56%
	6/30/2014	\$ -	\$ 11,751,540	\$ 11,751,540	0.00%	\$ 8,982,634	130.83%

The County implemented GASB 45 in Fiscal Year 2009; therefore, six years of data is not available, but will be accumulated over time. The valuation has been calculated using the Projected Unit Credit Actuarial Cost Method, discount rates of 4.5%, and the initial unfunded actuarial liability is amortized over 30 years based on a level percent of payroll method. It should be noted that an actuarial cost method determines a contribution or expense by assigning portions of the present value of projected benefits to various years with the general goal of accruing the cost of benefits over the working lifetime of the employees.

Schedules of Required Supplementary Information  
**SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (SCRS)**  
 Last 10 Fiscal Years

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
County's proportion of the net pension liability (asset)	0.050338%	0.051777%	NA*							
County's proportionate share of the net pension liability (asset)	\$ 9,546,844	\$ 8,914,283	NA*							
County's covered-employee payroll	\$ 4,719,753	\$ 4,700,195	NA*							
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	202.27%	189.66%	NA*							
Plan fiduciary net position as a percentage of the total pension liability	57.00%	59.90%	NA*							

NA\* - Not Available

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

**Schedules of Required Supplementary Information**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (PORS)**  
 Last 10 Fiscal Years

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
County's proportion of the net pension liability (asset)	0.344100%	0.343190%	NA*							
County's proportionate share of the net pension liability (asset)	\$ 7,499,560	\$ 6,570,219	NA*							
County's covered-employee payroll	\$ 4,262,881	\$ 4,127,257	NA*							
County's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	175.93%	159.19%	NA*							
Plan fiduciary net position as a percentage of the total pension liability	64.60%	67.50%	NA*							

NA\* - Not Available

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.
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**SCHEDULE OF COUNTY CONTRIBUTIONS (SCRS)**

Last 10 Fiscal Years

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Contractually required contribution	\$ 514,453	\$ 498,271	NA*							
Contributions in relation to the contractually required contribution	\$ (514,453)	(498,271)	NA*							
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered-employee payroll	\$ 4,719,753	\$ 4,700,195	NA*							
Contributions as a percentage of covered-employee payroll	10.90%	10.60%	NA*							

NA\* - Not Available

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

**SCHEDULE OF COUNTY CONTRIBUTIONS (PORS)**

Last 10 Fiscal Years

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Contractually required contribution	\$ 571,651	\$ 530,004	NA*							
Contributions in relation to the contractually required contribution	\$ (571,651)	(530,004)	NA*							
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered-employee payroll	\$ 4,262,881	\$ 4,127,257	NA*							
Contributions as a percentage of covered-employee payroll	13.41%	12.84%	NA*							

NA\* - Not Available

<p>This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.</p>
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## **COMBINING AND INDIVIDUAL FUND SCHEDULES**

## **NONMAJOR GOVERNMENTAL FUNDS**

### **SPECIAL REVENUE FUNDS**

Disaster Relief	To account for restricted revenues received after flood of October, 2015 for disaster relief efforts within the county.
Bureau of Tourism Accommodations	To account for the County's portion of accommodations taxes.
Hospitality Tax	To account for the County's collection of hospitality taxes.
Drug Enforcement and Other Sheriff's Funds	To account for restricted revenues received by the Sheriff.
Special Purpose District	To account for ad valorem taxes collected to be used for F. E. DuBose Career Center (vocational training)
E-911	To account for fees collected by telephone companies to be used to provide emergency assistance through the nationwide 911 system.
Victims Advocate	To account for state assessments and surcharges on fines to be used for victim services.
Third Circuit Drug Court	To account for restricted revenue for operation of drug court

### **DEBT SERVICE FUNDS**

Fire Protection	To account for the accumulation of ad valorem taxes to pay the principal, interest, and fiscal charges.
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**CLARENDON COUNTY, SOUTH CAROLINA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2016**

	Special Revenue				
	Disaster Relief Fund	Bureau of Tourism Accommodation Fund	Hospitality Tax Fund	Drug Enforcement and Other Sheriff's Fund	Special Purpose District
<b>ASSETS</b>					
Cash and cash equivalents	\$ 22,324	\$ 69,182	\$ 158,107	\$ 317,874	\$ -
Accounts receivable	-	-	28,710	-	-
Due from other funds	-	-	-	-	-
Delinquent taxes receivable	-	-	-	-	35,556
	<u>22,324</u>	<u>69,182</u>	<u>186,817</u>	<u>317,874</u>	<u>35,556</u>
Total Assets	<u>\$ 22,324</u>	<u>\$ 69,182</u>	<u>\$ 186,817</u>	<u>\$ 317,874</u>	<u>\$ 35,556</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND EQUITY</b>					
Liabilities:					
Accounts payable	\$ -	\$ 1,799	\$ -	\$ -	\$ -
Due to other funds	-	-	-	37,734	-
Total Liabilities	<u>-</u>	<u>1,799</u>	<u>-</u>	<u>37,734</u>	<u>-</u>
Deferred Inflows of Resources:					
Unavailable Revenue - Property Taxes	-	-	-	-	31,482
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,482</u>
Fund Equity:					
Fund balances:					
Restricted	-	-	-	280,140	-
Assigned	22,324	67,383	186,817	-	4,074
Total Fund Equity	<u>22,324</u>	<u>67,383</u>	<u>186,817</u>	<u>280,140</u>	<u>4,074</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Equity	<u>\$ 22,324</u>	<u>\$ 69,182</u>	<u>\$ 186,817</u>	<u>\$ 317,874</u>	<u>\$ 35,556</u>

**CLARENDON COUNTY, SOUTH CAROLINA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2016**

	Special Revenue			Debt Service	Total Nonmajor Governmental Funds
	E-911	Victims Advocate Fund	Third Circuit Drug Court	Fire Protection	
<b>ASSETS</b>					
Cash and cash equivalents	\$ 1,019,253	\$ 352	\$ 200,207	\$ 175,667	\$ 1,962,966
Accounts receivable	34,205	-	-	-	62,915
Due from other funds	-	-	-	-	-
Delinquent taxes receivable	-	-	-	9,229	44,785
Total Assets	\$ 1,053,458	\$ 352	\$ 200,207	\$ 184,896	\$ 2,070,666
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND EQUITY</b>					
Liabilities:					
Accounts payable	\$ 2,645	\$ 352	\$ 195	\$ -	\$ 4,991
Due to other funds	-	-	-	-	37,734
Total Liabilities	2,645	352	195	-	42,725
Deferred Inflows of Resources:					
Unavailable Revenue - Property Taxes	-	-	-	8,124	39,606
Total Deferred Inflows of Resources	-	-	-	8,124	39,606
Fund Equity:					
Fund balances:					
Restricted	1,050,813	-	200,012	176,772	1,707,737
Assigned	-	-	-	-	280,598
Total Fund Equity	1,050,813	-	200,012	176,772	1,988,335
Total Liabilities, Deferred Inflows of Resources, and Fund Equity	\$ 1,053,458	\$ 352	\$ 200,207	\$ 184,896	\$ 2,070,666

CLARENDON COUNTY, SOUTH CAROLINA  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2016

	Special Revenue				
	Disaster Relief Fund	Bureau of Tourism Accommodation Fund	Hospitality Tax Fund	Drug Enforcement and Other Sheriff's Fund	Special Purpose District
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ 297,710	\$ -	\$ 227,503
Intergovernmental	-	126,044	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	232,416	-
Interest	-	36	127	88	-
Miscellaneous	22,324	-	-	-	-
Total Revenues	<u>22,324</u>	<u>126,080</u>	<u>297,837</u>	<u>232,504</u>	<u>227,503</u>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	112	-	227,601
Public safety	-	-	-	29,546	-
Culture/Recreation	-	138,632	-	-	-
Court related	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and fees	-	-	-	-	-
Capital outlay	-	-	-	91,497	-
Total Expenditures	<u>-</u>	<u>138,632</u>	<u>112</u>	<u>121,043</u>	<u>227,601</u>
Excess of revenues over (under) expenditures	<u>22,324</u>	<u>(12,552)</u>	<u>297,725</u>	<u>111,461</u>	<u>(98)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Sale of Assets	-	-	-	44,400	-
Bond proceeds	-	-	-	-	-
Transfers in (out)	-	(10,000)	(321,554)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(10,000)</u>	<u>(321,554)</u>	<u>44,400</u>	<u>-</u>
Net change in fund balances	<u>22,324</u>	<u>(22,552)</u>	<u>(23,829)</u>	<u>155,861</u>	<u>(98)</u>
Fund balances at beginning of year	-	89,935	210,646	124,279	4,172
Fund balances at end of year	<u>\$ 22,324</u>	<u>\$ 67,383</u>	<u>\$ 186,817</u>	<u>\$ 280,140</u>	<u>\$ 4,074</u>

CLARENDON COUNTY, SOUTH CAROLINA  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2016

	Special Revenue			Debt Service	Total Nonmajor Governmental Funds
	E-911	Victims Advocate Fund	Third Circuit Drug Court	Fire Protection	
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ -	\$ 63,324	\$ 588,537
Intergovernmental	218,023	24,000	250,000	-	618,067
Charges for services	143,631	-	-	-	143,631
Fines and forfeitures	-	56,115	-	-	288,531
Interest	4,318	-	137	517	5,223
Miscellaneous	-	-	-	-	22,324
Total Revenues	<u>365,972</u>	<u>80,115</u>	<u>250,137</u>	<u>63,841</u>	<u>1,666,313</u>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	-	-	227,713
Public safety	272,130	80,115	-	-	381,791
Culture/Recreation	-	-	-	-	138,632
Court related	-	-	237,479	-	237,479
Debt service:					
Principal	-	-	-	38,624	38,624
Interest and fees	-	-	-	48,894	48,894
Capital outlay	33,630	-	-	-	125,127
Total Expenditures	<u>305,760</u>	<u>80,115</u>	<u>237,479</u>	<u>87,518</u>	<u>1,198,260</u>
Excess of revenues over (under) expenditures	<u>60,212</u>	<u>-</u>	<u>12,658</u>	<u>(23,677)</u>	<u>468,053</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Sale of Assets	-	-	-	-	44,400
Bond proceeds	-	-	-	500,000	500,000
Transfers in (out)	-	-	(5,000)	(472,424)	(808,978)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(5,000)</u>	<u>27,576</u>	<u>(264,578)</u>
Net change in fund balances	<u>60,212</u>	<u>-</u>	<u>7,658</u>	<u>3,899</u>	<u>203,475</u>
Fund balances at beginning of year	990,601	-	192,354	172,873	1,784,860
Fund balances at end of year	<u>\$ 1,050,813</u>	<u>\$ -</u>	<u>\$ 200,012</u>	<u>\$ 176,772</u>	<u>\$ 1,988,335</u>

CLARENDON COUNTY, SOUTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
<b>REVENUES</b>						
<b>Taxes</b>						
Real estate taxes	\$ 9,867,995	\$ 9,947,995	\$ 9,921,996	\$ -	\$ 9,921,996	\$ (25,999)
Local option sales tax	2,400,000	2,400,000	2,615,234	-	2,615,234	215,234
Vehicle taxes	1,383,327	1,583,327	1,602,262	-	1,602,262	18,935
Delinquent taxes	1,630,000	1,630,000	1,421,336	-	1,421,336	(208,664)
Local accommodations	200,000	200,000	211,074	-	211,074	11,074
Payment in lieu of taxes	110,000	110,000	74,102	-	74,102	(35,898)
Treasurer's cost to cities	20,000	20,000	31,909	-	31,909	11,909
Payment in lieu - motor carrier	155,000	155,000	169,529	-	169,529	14,529
<b>Total taxes</b>	<b>15,766,322</b>	<b>16,046,322</b>	<b>16,047,442</b>	<b>-</b>	<b>16,047,442</b>	<b>1,120</b>
<b>Licenses and permits</b>						
Moving permits	2,500	2,500	2,425	-	2,425	(75)
Building permits	110,000	110,000	87,457	-	87,457	(22,543)
<b>Total licenses and permits</b>	<b>112,500</b>	<b>112,500</b>	<b>89,882</b>	<b>-</b>	<b>89,882</b>	<b>(22,618)</b>
<b>Charges for services</b>						
Assessors fees	4,500	4,500	1,975	-	1,975	(2,525)
Master in Equity fees	21,000	21,000	14,650	-	14,650	(6,350)
Probate fees	65,000	65,000	53,964	-	53,964	(11,036)
Planning and public service fees	7,500	7,500	6,600	-	6,600	(900)
ROD fees and charges	150,000	150,000	146,501	-	146,501	(3,499)
Animal control fees	2,200	2,200	1,442	-	1,442	(758)
Landfill fees	185,000	200,000	236,681	-	236,681	36,681
County road user fee	730,000	730,000	738,638	-	738,638	8,638
Municipal inmate housing	20,000	20,000	24,970	-	24,970	4,970
<b>Total charges for services</b>	<b>1,185,200</b>	<b>1,200,200</b>	<b>1,225,421</b>	<b>-</b>	<b>1,225,421</b>	<b>25,221</b>
<b>Fines and forfeitures</b>						
Clerk of court fines and fees	127,000	127,000	143,209	-	143,209	16,209
Magistrate fines and fees	330,000	330,000	330,731	-	330,731	731
Sheriff's fines and fees	2,000	2,000	-	-	-	(2,000)
	459,000	459,000	473,940	-	473,940	14,940
<b>Investment income</b>						
	2,000	2,000	2,367	-	2,367	367
<b>Miscellaneous</b>						
Hangar rent	38,500	38,500	45,941	-	45,941	7,441
Multi-County Industrial Park	75,000	75,000	65,566	-	65,566	(9,434)
Miscellaneous revenue	195,050	195,050	186,721	-	186,721	(8,329)
Recreation Programs	90,000	90,000	73,725	-	73,725	(16,275)
Franchise fees	120,000	120,000	125,291	-	125,291	5,291
Contributions	10,000	10,000	18,592	-	18,592	8,592
	528,550	528,550	515,836	-	515,836	(12,714)

CLARENDON COUNTY, SOUTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
<b>Intergovernmental</b>						
<b>State</b>						
Accommodations tax	31,500	31,500	31,406	-	31,406	(94)
Merchant's inventory tax	48,900	48,900	48,909	-	48,909	9
Solid waste tire fees	14,000	14,000	14,764	-	14,764	764
State aid and allocations	1,285,000	1,285,000	1,296,705	-	1,296,705	11,705
Election commission	69,500	69,500	28,015	-	28,015	(41,485)
Clerk/Sheriff/Probate Judge supplements	7,900	7,900	7,876	-	7,876	(24)
Ice Storm - 2014	-	-	56,980	-	56,980	56,980
Palmetto pride	-	-	2,233	-	2,233	2,233
EMS Grant in aid	-	-	7,858	-	7,858	7,858
EMS Trauma grant	-	-	11,344	-	11,344	11,344
Waste oil grant(s)	-	-	5,913	-	5,913	5,913
Waste tire grant(s)	-	-	11,271	-	11,271	11,271
Economic Development grant(s)	-	-	191,467	-	191,467	191,467
<b>Federal</b>						
V-Safe	-	-	3,586	-	3,586	3,586
Veterans affairs	4,500	4,500	4,556	-	4,556	56
Title IV-D Clerk of Court	145,000	145,000	131,788	-	131,788	(13,212)
Title IV-D Sheriff	15,000	15,000	7,738	-	7,738	(7,262)
DSS - Revenue	35,000	35,000	28,241	-	28,241	(6,759)
Emergency management grants	-	-	65,968	-	65,968	65,968
FEMA Flood 2015	-	1,725,000	1,041,814	-	1,041,814	(683,186)
FEMA 2014 HMGP	-	-	54,234	-	54,234	54,234
FEMA Safer grants	-	-	72,588	-	72,588	72,588
FAA Fuel Farm	-	-	81,750	-	81,750	81,750
Airport improvement program	-	-	26,754	-	26,754	26,754
Justice Assistance grants	-	-	81,527	-	81,527	81,527
	<u>1,656,300</u>	<u>3,381,300</u>	<u>3,315,285</u>	<u>-</u>	<u>3,315,285</u>	<u>(66,015)</u>
<b>TOTAL REVENUES</b>	<b>\$ 19,709,872</b>	<b>\$ 21,729,872</b>	<b>\$ 21,670,173</b>	<b>\$ -</b>	<b>\$ 21,670,173</b>	<b>\$ (59,699)</b>

CLARENDON COUNTY, SOUTH CAROLINA  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
<b>General Government and Administration:</b>						
<b>Administration:</b>						
Salaries and related Operations	\$ 247,778	\$ 247,778	\$ 256,508	\$ -	\$ 256,508	\$ (8,730)
	18,800	18,800	15,130	-	15,130	3,670
	<u>266,578</u>	<u>266,578</u>	<u>271,638</u>	<u>-</u>	<u>271,638</u>	<u>(5,060)</u>
<b>County Council:</b>						
Salaries and related Operations	112,152	112,152	111,659	-	111,659	493
	9,050	9,050	8,746	-	8,746	304
	<u>121,202</u>	<u>121,202</u>	<u>120,405</u>	<u>-</u>	<u>120,405</u>	<u>797</u>
<b>Assessor:</b>						
Salaries and related Operations	472,816	472,816	458,564	-	458,564	14,252
	26,870	99,870	94,758	-	94,758	5,112
	<u>499,686</u>	<u>572,686</u>	<u>553,322</u>	<u>-</u>	<u>553,322</u>	<u>19,364</u>
<b>Auditor:</b>						
Salaries and related Operations	197,358	197,358	192,943	-	192,943	4,415
	15,129	15,129	13,891	(1,073)	12,818	2,311
	<u>212,487</u>	<u>212,487</u>	<u>206,834</u>	<u>(1,073)</u>	<u>205,761</u>	<u>6,726</u>
<b>Treasurer:</b>						
Salaries and related Operations	180,111	180,111	185,556	-	185,556	(5,445)
	11,688	11,688	12,453	-	12,453	(765)
	<u>191,799</u>	<u>191,799</u>	<u>198,009</u>	<u>-</u>	<u>198,009</u>	<u>(6,210)</u>
<b>Finance:</b>						
Salaries and related Operations	306,832	306,832	306,031	-	306,031	801
	9,720	9,720	6,434	-	6,434	3,286
	<u>316,552</u>	<u>316,552</u>	<u>312,465</u>	<u>-</u>	<u>312,465</u>	<u>4,087</u>
<b>Human Resources:</b>						
Salaries and related Operations	166,804	166,804	166,250	-	166,250	554
	16,763	16,763	12,050	-	12,050	4,713
	<u>183,567</u>	<u>183,567</u>	<u>178,300</u>	<u>-</u>	<u>178,300</u>	<u>5,267</u>
<b>Grants Administration</b>						
Salaries and related Operations	110,884	110,884	110,834	-	110,834	50
	6,750	6,750	6,002	-	6,002	748
	<u>117,634</u>	<u>117,634</u>	<u>116,836</u>	<u>-</u>	<u>116,836</u>	<u>798</u>
<b>Procurement</b>						
Salaries and related Operations	116,080	116,080	115,821	-	115,821	259
	6,924	6,924	6,645	-	6,645	279
	<u>123,004</u>	<u>123,004</u>	<u>122,466</u>	<u>-</u>	<u>122,466</u>	<u>538</u>
<b>Tax Collector:</b>						
Salaries and related Operations	136,458	136,458	136,110	-	136,110	348
	77,920	77,920	83,306	-	83,306	(5,386)
	<u>214,378</u>	<u>214,378</u>	<u>219,416</u>	<u>-</u>	<u>219,416</u>	<u>(5,038)</u>
<b>Voter Registration:</b>						
Salaries and related Operations	184,120	184,120	175,441	-	175,441	8,679
	61,920	61,920	56,155	3,559	59,714	2,206
	<u>246,040</u>	<u>246,040</u>	<u>231,596</u>	<u>3,559</u>	<u>235,155</u>	<u>10,885</u>
<b>Information Technology:</b>						
Salaries and related Operations	108,902	108,902	108,723	-	108,723	179
	312,396	312,396	265,738	-	265,738	46,658
	<u>421,298</u>	<u>421,298</u>	<u>374,461</u>	<u>-</u>	<u>374,461</u>	<u>46,837</u>
<b>Veterans Affairs:</b>						
Salaries and related Operations	61,592	61,592	61,379	-	61,379	213
	5,370	5,370	6,843	-	6,843	(1,473)
	<u>66,962</u>	<u>66,962</u>	<u>68,222</u>	<u>-</u>	<u>68,222</u>	<u>(1,260)</u>

CLARENDON COUNTY, SOUTH CAROLINA  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
<b>Nondepartmental Expenditures:</b>						
Special Projects	245,591	245,591	274,428	-	274,428	(28,837)
Legal Assistance	22,500	22,500	32,152	-	32,152	(9,652)
Rent - Judicial Annex	106,700	106,700	107,827	-	107,827	(1,127)
Workmen's compensation	260,000	260,000	213,946	-	213,946	46,054
Audit fee	35,000	35,000	36,167	-	36,167	(1,167)
Unemployment	15,000	15,000	1,156	-	1,156	13,844
Electricity	370,000	370,000	374,320	-	374,320	(4,320)
Printing and postage	110,000	110,000	108,654	-	108,654	1,346
Christmas bonus	37,950	37,950	34,467	-	34,467	3,483
Property and liability insurance	285,000	285,000	290,518	-	290,518	(5,518)
Drug screening	5,000	5,000	6,454	-	6,454	(1,454)
Water	33,000	33,000	42,249	-	42,249	(9,249)
Retirees' insurance	450,000	450,000	417,833	-	417,833	32,167
Telephone	135,000	135,000	161,556	-	161,556	(26,556)
Holiday compensation	68,000	68,000	53,138	-	53,138	14,862
Retirement expense	1,500	1,500	1,697	-	1,697	(197)
FICA expense	9,375	9,375	7,625	-	7,625	1,750
Police retirement	7,300	7,300	5,227	-	5,227	2,073
Bank fees and charges	15,000	15,000	31,985	-	31,985	(16,985)
	<u>2,211,916</u>	<u>2,211,916</u>	<u>2,201,399</u>	<u>-</u>	<u>2,201,399</u>	<u>10,517</u>
<b>Grant Expense:</b>						
Santee Cooper airport improvement	-	-	5,500	-	5,500	(5,500)
FAA Fuel Farm	-	-	91,825	-	91,825	(91,825)
Palmetto Pride	-	-	2,233	-	2,233	(2,233)
SC Parks and Recreation	-	-	-	-	-	-
SC Aeronautics commission	-	-	-	-	-	-
Emergency watershed	-	-	-	-	-	-
Emergency management plan(s)	-	-	59,712	-	59,712	(59,712)
EMS Grant in aid	-	-	8,310	-	8,310	(8,310)
EMS Trauma grant	-	-	11,343	-	11,343	(11,343)
Waste oil grant(s)	-	-	6,757	-	6,757	(6,757)
Waste tire grant(s)	-	-	33,312	-	33,312	(33,312)
Solid waste grant(s)	-	-	-	-	-	-
SC Law Enforcement interoperability	-	-	-	-	-	-
Central SC Alliance	-	-	-	-	-	-
FEMA Safer grant	-	-	34,836	-	34,836	(34,836)
V-Safe	-	-	7,172	-	7,172	(7,172)
State election commission	-	-	-	-	-	-
FEMA - October 2015 Flood	-	2,500,000	2,317,490	-	2,317,490	182,510
FEMA HMPG	-	-	72,312	-	72,312	(72,312)
Justice Assistance grant(s)	-	-	93,895	-	93,895	(93,895)
Economic Development grant(s)	-	-	193,722	-	193,722	(193,722)
USDA Facilities grant(s)	-	-	-	-	-	-
	<u>-</u>	<u>2,500,000</u>	<u>2,938,419</u>	<u>-</u>	<u>2,938,419</u>	<u>(438,419)</u>
<b>Total General Government and Administration</b>	<u>5,193,103</u>	<u>7,766,103</u>	<u>8,113,788</u>	<u>2,486</u>	<u>8,116,274</u>	<u>(350,171)</u>

CLARENDON COUNTY, SOUTH CAROLINA  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
<b>Court Related:</b>						
Clerk of Court:						
Salaries and related	172,574	172,574	171,740	-	171,740	834
Operations	39,125	39,125	40,147	-	40,147	(1,022)
	<u>211,699</u>	<u>211,699</u>	<u>211,887</u>	<u>-</u>	<u>211,887</u>	<u>(188)</u>
Magistrates:						
Salaries and related	500,993	500,993	496,408	-	496,408	4,585
Operations	21,750	21,750	20,349	-	20,349	1,401
	<u>522,743</u>	<u>522,743</u>	<u>516,757</u>	<u>-</u>	<u>516,757</u>	<u>5,986</u>
Probate Judge:						
Salaries and related	144,096	144,096	140,979	-	140,979	3,117
Operations	9,167	9,167	16,971	-	16,971	(7,804)
	<u>153,263</u>	<u>153,263</u>	<u>157,950</u>	<u>-</u>	<u>157,950</u>	<u>(4,687)</u>
Family Court:						
Salaries and related	135,934	135,934	135,246	-	135,246	688
Operations	6,700	6,700	7,833	-	7,833	(1,133)
	<u>142,634</u>	<u>142,634</u>	<u>143,079</u>	<u>-</u>	<u>143,079</u>	<u>(445)</u>
Register of Deeds:						
Salaries and related	82,925	82,925	84,293	-	84,293	(1,368)
Operations	22,435	22,435	22,617	-	22,617	(182)
	<u>105,360</u>	<u>105,360</u>	<u>106,910</u>	<u>-</u>	<u>106,910</u>	<u>(1,550)</u>
Master in Equity:						
Salaries and related	29,020	29,020	28,619	-	28,619	401
Operations	10,020	10,020	9,535	-	9,535	485
	<u>39,040</u>	<u>39,040</u>	<u>38,154</u>	<u>-</u>	<u>38,154</u>	<u>886</u>
DSS Funds - Clerk of Court:						
Salaries and related	108,766	108,766	106,535	-	106,535	2,231
Operations	12,000	12,000	14,041	-	14,041	(2,041)
	<u>120,766</u>	<u>120,766</u>	<u>120,576</u>	<u>-</u>	<u>120,576</u>	<u>190</u>
Circuit Court Judges:						
Allowance	8,160	8,160	6,292	-	6,292	1,868
Solicitor:						
Allowance	158,813	158,813	158,813	-	158,813	-
Public Defender:						
Allowance	75,000	75,000	75,000	-	75,000	-
	<u>241,973</u>	<u>241,973</u>	<u>240,105</u>	<u>-</u>	<u>240,105</u>	<u>1,868</u>
Total Court Related	<u>1,537,478</u>	<u>1,537,478</u>	<u>1,535,418</u>	<u>-</u>	<u>1,535,418</u>	<u>2,060</u>
<b>Public Safety:</b>						
Sheriff:						
Salaries and related	2,536,240	2,536,240	2,623,975	-	2,623,975	(87,735)
Operations	833,831	833,831	783,517	(19,015)	764,502	69,329
	<u>3,370,071</u>	<u>3,370,071</u>	<u>3,407,492</u>	<u>(19,015)</u>	<u>3,388,477</u>	<u>(18,406)</u>
Courthouse Security:						
Salaries and related	-	135,149	131,260	-	131,260	3,889
Operations	-	29,851	22,388	-	22,388	7,463
	<u>-</u>	<u>165,000</u>	<u>153,648</u>	<u>-</u>	<u>153,648</u>	<u>11,352</u>
Emergency Preparedness:						
Salaries and related	76,807	76,807	71,252	-	71,252	5,555
Operations	11,135	11,135	9,754	-	9,754	1,381
	<u>87,942</u>	<u>87,942</u>	<u>81,006</u>	<u>-</u>	<u>81,006</u>	<u>6,936</u>
Correctional Center:						
Salaries and related	1,650,536	1,650,536	1,581,934	-	1,581,934	68,602
Operations	427,499	449,499	386,922	(818)	386,104	63,395
	<u>2,078,035</u>	<u>2,100,035</u>	<u>1,968,856</u>	<u>(818)</u>	<u>1,968,038</u>	<u>131,997</u>

CLARENDON COUNTY, SOUTH CAROLINA  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
<b>Coroner:</b>						
Salaries and related Operations	49,592	49,592	49,593	-	49,593	(1)
	82,900	82,900	110,208	-	110,208	(27,308)
	<u>132,492</u>	<u>132,492</u>	<u>159,801</u>	<u>-</u>	<u>159,801</u>	<u>(27,309)</u>
<b>Communications:</b>						
Salaries and related Operations	783,393	783,393	746,718	-	746,718	36,675
	5,100	5,100	6,062	-	6,062	(962)
	<u>788,493</u>	<u>788,493</u>	<u>752,780</u>	<u>-</u>	<u>752,780</u>	<u>35,713</u>
<b>EMS:</b>						
Contract	787,897	787,897	787,897	-	787,897	-
<b>Animal Control:</b>						
Salaries and related Operations	56,495	56,495	55,240	-	55,240	1,255
	166,000	166,000	167,007	-	167,007	(1,007)
	<u>222,495</u>	<u>222,495</u>	<u>222,247</u>	<u>-</u>	<u>222,247</u>	<u>248</u>
<b>Total Public Safety</b>	<b>7,467,425</b>	<b>7,654,425</b>	<b>7,533,727</b>	<b>(19,833)</b>	<b>7,513,894</b>	<b>140,531</b>
<b>Physical Environment:</b>						
<b>Facilities Management:</b>						
Salaries and related Operations	382,868	382,868	382,504	-	382,504	364
	187,126	187,126	222,617	3,026	225,643	(38,517)
	<u>569,994</u>	<u>569,994</u>	<u>605,121</u>	<u>3,026</u>	<u>608,147</u>	<u>(38,153)</u>
<b>Landfill:</b>						
Salaries and related Operations	172,105	172,105	165,531	-	165,531	6,574
	1,570,600	1,570,600	1,742,503	(85,305)	1,657,198	(86,598)
	<u>1,742,705</u>	<u>1,742,705</u>	<u>1,908,034</u>	<u>(85,305)</u>	<u>1,822,729</u>	<u>(80,024)</u>
<b>County Engineer:</b>						
Salaries and related Operations	101,704	101,704	101,014	-	101,014	690
	3,650	3,650	2,832	-	2,832	818
	<u>105,354</u>	<u>105,354</u>	<u>103,846</u>	<u>-</u>	<u>103,846</u>	<u>1,508</u>
<b>Public Works:</b>						
Salaries and related Operations	614,669	614,669	646,047	-	646,047	(31,378)
	328,000	328,000	319,260	-	319,260	8,740
	<u>942,669</u>	<u>942,669</u>	<u>965,307</u>	<u>-</u>	<u>965,307</u>	<u>(22,638)</u>
<b>Total Physical Environment</b>	<b>3,360,722</b>	<b>3,360,722</b>	<b>3,582,308</b>	<b>(82,279)</b>	<b>3,500,029</b>	<b>(139,307)</b>
<b>Economic Environment:</b>						
<b>Planning and Public Service Commission:</b>						
Salaries and related Operations	291,036	291,036	288,840	-	288,840	2,196
	29,675	29,675	33,056	(19,536)	13,520	16,155
	<u>320,711</u>	<u>320,711</u>	<u>321,896</u>	<u>(19,536)</u>	<u>302,360</u>	<u>18,351</u>
<b>Development Board:</b>						
Salaries and related Operations	174,356	174,356	172,938	-	172,938	1,418
	165,450	165,450	132,076	-	132,076	33,374
	<u>339,806</u>	<u>339,806</u>	<u>305,014</u>	<u>-</u>	<u>305,014</u>	<u>34,792</u>
<b>Total Economic Environment</b>	<b>660,517</b>	<b>660,517</b>	<b>626,910</b>	<b>(19,536)</b>	<b>607,374</b>	<b>53,143</b>

CLARENDON COUNTY, SOUTH CAROLINA  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Favorable (Unfavorable)
	Original	Final				
<b>Transportation:</b>						
<b>Fleet Maintenance:</b>						
Salaries and related Operations	175,187	175,187	176,633	-	176,633	(1,446)
	10,450	10,450	8,183	-	8,183	2,267
	<u>185,637</u>	<u>185,637</u>	<u>184,816</u>	<u>-</u>	<u>184,816</u>	<u>821</u>
<b>Airport Commission:</b>						
Operations	29,445	29,445	24,446	-	24,446	4,999
	<u>29,445</u>	<u>29,445</u>	<u>24,446</u>	<u>-</u>	<u>24,446</u>	<u>4,999</u>
Total Transportation	<u>215,082</u>	<u>215,082</u>	<u>209,262</u>	<u>-</u>	<u>209,262</u>	<u>5,820</u>
<b>Recreation and Culture:</b>						
<b>Recreation:</b>						
Salaries and related Operations	296,247	296,247	293,687	-	293,687	2,560
	166,400	166,400	173,815	8,067	181,882	(15,482)
	<u>462,647</u>	<u>462,647</u>	<u>467,502</u>	<u>8,067</u>	<u>475,569</u>	<u>(12,922)</u>
<b>County Archives:</b>						
Salaries and related Operations	54,768	54,768	53,450	-	53,450	1,318
	5,488	5,488	8,614	-	8,614	(3,126)
	<u>60,256</u>	<u>60,256</u>	<u>62,064</u>	<u>-</u>	<u>62,064</u>	<u>(1,808)</u>
Total Recreation and Culture	<u>522,903</u>	<u>522,903</u>	<u>529,566</u>	<u>8,067</u>	<u>537,633</u>	<u>(14,730)</u>
<b>Miscellaneous:</b>						
<b>Agencies:</b>						
Santee-Lynches Council of Government	24,690	24,690	24,690	-	24,690	-
Clarendon Soil and Water Conservation	28,000	28,000	28,000	-	28,000	-
Clemson Extension	33,750	33,750	33,750	-	33,750	-
SC Association of Counties	8,672	8,672	8,672	-	8,672	-
Delegation allowance	14,000	14,000	14,000	-	14,000	-
Behavioral Services	17,500	17,500	17,500	-	17,500	-
Clarendon County Library	540,000	540,000	540,000	-	540,000	-
Clarendon Historical Society	10,000	10,000	10,000	-	10,000	-
Indigent care	51,957	51,957	51,957	-	51,957	-
County Board of Education	11,073	11,073	11,073	-	11,073	-
County Adult Education	28,000	28,000	28,000	-	28,000	-
Central Carolina Technical College	75,000	75,000	75,000	-	75,000	-
	<u>842,642</u>	<u>842,642</u>	<u>842,642</u>	<u>-</u>	<u>842,642</u>	<u>-</u>
Total Miscellaneous	<u>842,642</u>	<u>842,642</u>	<u>842,642</u>	<u>-</u>	<u>842,642</u>	<u>-</u>
Total Expenditures	<u>\$ 19,799,872</u>	<u>\$ 22,559,872</u>	<u>\$ 22,973,621</u>	<u>\$ (111,095)</u>	<u>\$ 22,862,526</u>	<u>\$ (302,654)</u>
<b>Other Financing Sources (Uses)</b>						
Sale of Assets	\$ 25,000	\$ 50,000	\$ 76,214	\$ -	\$ 76,214	\$ 26,214
Transfers In (Out)	(35,000)	25,000	59,831	-	59,831	34,831
	<u>\$ (10,000)</u>	<u>\$ 75,000</u>	<u>\$ 136,045</u>	<u>\$ -</u>	<u>\$ 136,045</u>	<u>\$ 61,045</u>

## **FIDUCIARY FUND**

### **AGENCY FUNDS**

To account for assets held solely in a custodial capacity by the County.

**CLARENDON COUNTY, SOUTH CAROLINA**  
**COMBINING SCHEDULE OF FIDUCIARY ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**JUNE 30, 2016**

	School Districts Debt Service	School Districts Operations	Hospital Debt Service	Probate Judge	Master-In Equity	Municipalities
<b>ASSETS</b>						
Cash	\$ 1,887,900	\$ -	\$ 514,398	\$ 480	\$ -	\$ -
Delinquent taxes receivable	158,776	1,723,974	161,660	-	-	-
Due from credit card	-	-	-	-	-	-
Due from other magistrates	-	-	-	-	-	-
Total assets	<u>\$ 2,046,676</u>	<u>\$ 1,723,974</u>	<u>\$ 676,058</u>	<u>\$ 480</u>	<u>\$ -</u>	<u>\$ -</u>
<b>LIABILITIES</b>						
Due to trust fund holders	\$ 2,046,676	\$ 1,723,974	\$ 676,058	\$ 480	\$ -	\$ (517)
Due to Treasurer	-	-	-	-	-	-
Due to Treasurer - cash overage (shortage)	-	-	-	-	-	-
Due to general fund	-	-	-	-	-	517
Due to others	-	-	-	-	-	-
Due to other magistrates	-	-	-	-	-	-
Total liabilities	<u>\$ 2,046,676</u>	<u>\$ 1,723,974</u>	<u>\$ 676,058</u>	<u>\$ 480</u>	<u>\$ -</u>	<u>\$ -</u>

**CLARENDON COUNTY, SOUTH CAROLINA  
 COMBINING SCHEDULE OF FIDUCIARY ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 JUNE 30, 2016**

	<u>Magistrates</u>			Clerk of Court	Tax Collector	Total
	General Account	Civil Account	Part- Time			
<b>ASSETS</b>						
Cash	\$ 82,610	\$ 11,055	\$ 122	\$ 552,782	\$ 865,770	\$ 3,915,117
Delinquent taxes receivable	-	-	-	-	-	2,044,410
Due from credit card	1,046	-	-	-	-	1,046
Due from other magistrates	122	-	-	-	-	122
Total assets	<u>\$ 83,778</u>	<u>\$ 11,055</u>	<u>\$ 122</u>	<u>\$ 552,782</u>	<u>\$ 865,770</u>	<u>\$ 5,960,695</u>
<b>LIABILITIES</b>						
Due to trust fund holders	\$ 16,496	\$ 4,550	\$ -	\$ 505,802	\$ 865,734	\$ 5,839,253
Due to Treasurer	67,062	6,505	-	32,457	36	106,060
Due to Treasurer - cash overage (shortage)	220	-	-	12,298	-	12,518
Due to general fund	-	-	-	-	-	517
Due to others	-	-	-	2,225	-	2,225
Due to other magistrates	-	-	122	-	-	122
Total liabilities	<u>\$ 83,778</u>	<u>\$ 11,055</u>	<u>\$ 122</u>	<u>\$ 552,782</u>	<u>\$ 865,770</u>	<u>\$ 5,960,695</u>

**CLARENDON COUNTY, SOUTH CAROLINA**  
**COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**JUNE 30, 2016**

	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
<b>Municipalities</b>				
<b>Assets</b>				
Due from General Fund	\$ 80	\$ 1,822,124	\$ 1,822,204	\$ -
Total Assets	<u>\$ 80</u>	<u>\$ 1,822,124</u>	<u>\$ 1,822,204</u>	<u>\$ -</u>
<b>Liabilities</b>				
Due to trust fund holders	\$ 80	\$ 1,699,132	\$ 1,699,729	\$ (517)
Due to general fund	-	517	-	517
Total Liabilities	<u>\$ 80</u>	<u>\$ 1,699,649</u>	<u>\$ 1,699,729</u>	<u>\$ -</u>
<b>School Districts Debt Service</b>				
<b>Assets</b>				
Cash and investments	\$ 2,180,415	\$ 10,610,709	\$ 10,903,224	\$ 1,887,900
Due from General Fund	69	1,716,349	1,716,418	-
Delinquent taxes receivable	162,238	-	3,462	158,776
Total Assets	<u>\$ 2,342,722</u>	<u>\$ 12,327,058</u>	<u>\$ 12,623,104</u>	<u>\$ 2,046,676</u>
<b>Liabilities</b>				
Due to trust fund holders	<u>\$ 2,342,722</u>	<u>\$ 9,220,330</u>	<u>\$ 9,516,376</u>	<u>\$ 2,046,676</u>
Total Liabilities	<u>\$ 2,342,722</u>	<u>\$ 9,220,330</u>	<u>\$ 9,516,376</u>	<u>\$ 2,046,676</u>
<b>School District Operations</b>				
<b>Assets</b>				
Delinquent taxes receivable	\$ 1,731,114	\$ -	\$ 7,140	\$ 1,723,974
Due from General Fund	33,766	10,731,649	10,765,415	-
Total Assets	<u>\$ 1,764,880</u>	<u>\$ 10,731,649</u>	<u>\$ 10,772,555</u>	<u>\$ 1,723,974</u>
<b>Liabilities</b>				
Due to trust fund holders	<u>\$ 1,764,880</u>	<u>\$ 45,112,708</u>	<u>\$ 45,153,614</u>	<u>\$ 1,723,974</u>
Total Liabilities	<u>\$ 1,764,880</u>	<u>\$ 45,112,708</u>	<u>\$ 45,153,614</u>	<u>\$ 1,723,974</u>

**CLARENDON COUNTY, SOUTH CAROLINA**  
**COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**JUNE 30, 2016**

	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
<b>Hospital Debt Service</b>				
<b>Assets</b>				
Cash and investments	\$ 659,110	\$ 1,933,151	\$ 2,077,863	\$ 514,398
Due from General Fund	68	1,467,118	1,467,186	-
Delinquent taxes receivable	172,989	47,971	59,300	161,660
Total Assets	<u>\$ 832,167</u>	<u>\$ 3,448,240</u>	<u>\$ 3,604,349</u>	<u>\$ 676,058</u>
<b>Liabilities</b>				
Due to trust fund holders	\$ 832,167	\$ 1,383,775	\$ 1,539,884	\$ 676,058
Total Liabilities	<u>\$ 832,167</u>	<u>\$ 1,383,775</u>	<u>\$ 1,539,884</u>	<u>\$ 676,058</u>
<b>Probate Judge</b>				
<b>Assets</b>				
Cash	\$ 3,309	\$ 60,855	\$ 63,684	\$ 480
Due from trust fund holders	491	-	491	-
Total Assets	<u>\$ 3,800</u>	<u>\$ 60,855</u>	<u>\$ 64,175</u>	<u>\$ 480</u>
<b>Liabilities</b>				
Due to Treasurer	3,420	\$ -	3,420	\$ -
Due to trust fund holders	\$ 380	100	\$ -	480
Total Liabilities	<u>\$ 3,800</u>	<u>\$ 100</u>	<u>\$ 3,420</u>	<u>\$ 480</u>
<b>Master In Equity</b>				
<b>Assets</b>				
Cash	\$ 2,450	\$ 33,025	\$ 35,475	\$ -
Total Assets	<u>\$ 2,450</u>	<u>\$ 33,025</u>	<u>\$ 35,475</u>	<u>\$ -</u>
<b>Liabilities</b>				
Due to Treasurer	\$ -	\$ -	\$ -	\$ -
Due to trust fund holders	2,450	-	2,450	-
Total Liabilities	<u>\$ 2,450</u>	<u>\$ -</u>	<u>\$ 2,450</u>	<u>\$ -</u>

CLARENDON COUNTY, SOUTH CAROLINA  
 COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 JUNE 30, 2016

	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
<b>Magistrate: General Account</b>				
<b>Assets</b>				
Cash	\$ 82,497	\$ 744,902	\$ 744,789	\$ 82,610
Due from credit card	2,654	1,046	2,654	1,046
Due from other magistrates	138	152	168	122
Total Assets	<u>\$ 85,289</u>	<u>\$ 746,100</u>	<u>\$ 747,611</u>	<u>\$ 83,778</u>
<b>Liabilities</b>				
Due to Treasurer	\$ 61,976	\$ 67,062	\$ 61,976	\$ 67,062
Due to trust fund holders	23,816	16,496	23,816	16,496
Due to Treasurer - cash overage/(shortage)	(503)	723	-	220
Total Liabilities	<u>\$ 85,289</u>	<u>\$ 84,281</u>	<u>\$ 85,792</u>	<u>\$ 83,778</u>
<b>Magistrate: Civil Account</b>				
<b>Assets</b>				
Cash	\$ 6,900	\$ 80,961	\$ 76,806	\$ 11,055
Total Assets	<u>\$ 6,900</u>	<u>\$ 80,961</u>	<u>\$ 76,806</u>	<u>\$ 11,055</u>
<b>Liabilities</b>				
Due to Treasurer	\$ 6,900	\$ 6,505	\$ 6,900	\$ 6,505
Due to trust fund holders	-	4,550	-	4,550
Total Liabilities	<u>\$ 6,900</u>	<u>\$ 11,055</u>	<u>\$ 6,900</u>	<u>\$ 11,055</u>
<b>Magistrate: Part-time</b>				
<b>Assets</b>				
Cash	\$ 138	\$ -	\$ 16	\$ 122
Total Assets	<u>\$ 138</u>	<u>\$ -</u>	<u>\$ 16</u>	<u>\$ 122</u>
<b>Liabilities</b>				
Due to other magistrates	\$ 138	\$ -	\$ 16	\$ 122
Total Liabilities	<u>\$ 138</u>	<u>\$ -</u>	<u>\$ 16</u>	<u>\$ 122</u>

**CLARENDON COUNTY, SOUTH CAROLINA**  
**COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL AGENCY FUNDS**  
**JUNE 30, 2016**

	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
<b>Clerk of Court</b>				
<b>Assets</b>				
Cash	\$ 542,862	\$ 9,920	\$ -	\$ 552,782
Total Assets	<u>\$ 542,862</u>	<u>\$ 9,920</u>	<u>\$ -</u>	<u>\$ 552,782</u>
<b>Liabilities</b>				
Due to Treasurer	\$ 27,552	\$ 4,905	\$ -	\$ 32,457
Due to trust fund holders	504,134	1,668	-	505,802
Due to others	-	2,225	-	2,225
Due to Treasurer - cash overage/(shortage)	11,176	1,122	-	12,298
Total Liabilities	<u>\$ 542,862</u>	<u>\$ 9,920</u>	<u>\$ -</u>	<u>\$ 552,782</u>
<b>Tax Collector</b>				
<b>Assets</b>				
Cash	\$ 1,051,046	\$ -	\$ 185,276	\$ 865,770
Total Assets	<u>\$ 1,051,046</u>	<u>\$ -</u>	<u>\$ 185,276</u>	<u>\$ 865,770</u>
<b>Liabilities</b>				
Due to Treasurer	\$ -	\$ 36	\$ -	\$ 36
Due to trust fund holders	1,051,046	-	185,312	865,734
Total Liabilities	<u>\$ 1,051,046</u>	<u>\$ 36</u>	<u>\$ 185,312</u>	<u>\$ 865,770</u>
<b>Total All Agency Funds</b>				
<b>Assets</b>				
Cash and Investments	\$ 4,528,727	\$ 13,473,523	\$ 14,087,133	\$ 3,915,117
Delinquent taxes receivable	2,066,341	47,971	69,902	2,044,410
Due from trust fund holders	-	-	-	-
Due from credit card	2,654	1,046	2,654	1,046
Due from General Fund	33,983	15,737,240	15,771,223	-
Due from other magistrates	138	152	168	122
Total Assets	<u>\$ 6,631,843</u>	<u>\$ 29,259,932</u>	<u>\$ 29,931,080</u>	<u>\$ 5,960,695</u>
<b>Liabilities</b>				
Due to Treasurer	\$ 99,848	\$ 78,508	\$ 72,296	\$ 106,060
Due to Treasurer - cash overage/(shortage)	10,673	1,845	-	12,518
Due to trust fund holders	6,521,675	57,438,759	58,121,181	5,839,253
Due to others	-	2,225	-	2,225
Due to general fund	-	517	-	517
Due to other magistrates	138	-	16	122
Total Liabilities	<u>\$ 6,632,334</u>	<u>\$ 57,521,854</u>	<u>\$ 58,193,493</u>	<u>\$ 5,960,695</u>

**CLARENDON COUNTY, SOUTH CAROLINA  
SCHEDULE OF FINES, ASSESSMENTS, AND SURCHARGES  
SPECIAL REVENUE FUND - VICTIMS RIGHTS FUND  
JUNE 30, 2016**

	Clerk of Court	Magistrates	Total
<b>Court Fines</b>			
Court fines collected	\$ 11,590	\$ 347,447	\$ 359,037
Court fines retained by County	<u>6,355</u>	<u>329,662</u>	<u>336,017</u>
Court fines remitted to State Treasurer	<u>\$ 5,235</u>	<u>\$ 17,785</u>	<u>\$ 23,020</u>
<b>Court Assessments</b>			
Court assessments collected	\$ 8,331	\$ 297,711	\$ 306,042
Court assessments retained by County	<u>2,668</u>	<u>31,004</u>	<u>33,672</u>
Court assessments remitted to State Treasurer	<u>\$ 5,663</u>	<u>\$ 266,707</u>	<u>\$ 272,370</u>
<b>Court Surcharges</b>			
Court surcharges collected	\$ 16,075	\$ 162,088	\$ 178,163
Court surcharges retained by County	<u>8,613</u>	<u>13,830</u>	<u>22,443</u>
Court assessments remitted to State Treasurer	<u>\$ 7,462</u>	<u>\$ 148,258</u>	<u>\$ 155,720</u>
<b>Victims Services</b>			
Court assessments allocated to Victim Services	\$ 2,668	\$ 31,004	\$ 33,672
Court surcharges allocated to Victim Services	<u>8,613</u>	<u>13,830</u>	<u>22,443</u>
<b>Funds allocated to Victim Services</b>	<u>\$ 11,281</u>	<u>\$ 44,834</u>	<b>56,115</b>
Interest Income			-
Contributions received from Victim Assistance contracts:			
Town of Summerton			12,000
Town of Turbeville			<u>12,000</u>
<b>Total Funds Allocated to Victim's Assistance</b>			<b>80,115</b>
Expenditures for victim assistance program			
Salaries and benefits			<u>(80,115)</u>
<b>Carryforward Funds End of Year</b>			<u>\$ -</u>

**CLARENDON COUNTY, SOUTH CAROLINA  
COMPUTATION OF LEGAL DEBT MARGIN  
JUNE 30, 2016**

Real and Other Personal Property Assessed Value	\$ 77,022,020
Vehicles Assessed Value	12,699,009
Public Utilities and Railroads	7,826,753
Fee-in-Lieu-of Taxes	4,806,836
Other Business Personal Property	353,440
Manufacturer's Assessed Value	2,035,763
Merchants Inventory Value	<u>688,290</u>
Total Taxable Assessed Value	<u>105,432,111</u>
Debt Limit - Eight Percent (8%) of Total Taxable Assessed Value	8,434,569
Amount of Debt Applicable to Debt Limit:	<u>5,714,658</u>
<b>LEGAL DEBT MARGIN</b>	<u><u>\$ 2,719,911</u></u>

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## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Members of the  
Clarendon County Council  
Manning, South Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Clarendon County, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Clarendon County's basic financial statements and have issued our report thereon dated January 16, 2017.

### Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Clarendon County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Clarendon County's internal control. Accordingly, we do not express an opinion on the effectiveness of Clarendon County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL  
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND  
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***  
(continued)

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Clarendon County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*McGregor & Co. LLP*  
Orangeburg, South Carolina  
January 16, 2017

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## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Members of the  
Clarendon County Council  
Manning, South Carolina

### Report on Compliance for Each Major Federal Program

We have audited Clarendon County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Clarendon County's major federal programs for the year ended June 30, 2016. Clarendon County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

### *Management's Responsibility*

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on compliance for each of Clarendon County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Clarendon County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Clarendon County's compliance.

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**  
(continued)

***Opinion on Each Major Federal Program***

In our opinion, Clarendon County, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

**Report on Internal Control Over Compliance**

Management of Clarendon County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Clarendon County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Clarendon County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*McGregor & Co. LLP*

Orangeburg, South Carolina  
January 16, 2017

**CLARENDON COUNTY, SOUTH CAROLINA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2016**

Grantor	Grantor Number	Federal CFDA Number	Award Amount	Total Awards Expended
<b>U. S. DEPARTMENT OF JUSTICE:</b>				
Through SC Department of Public Safety:				
Criminal Domestic Violence Investigator	1G14029	16.738	\$ 49,137	\$ 49,137
Magistrate Records Mgmt	2010-DJ-BX-0088	16.738	6,785	5,046
Justice Assistance LiveScan	1G13035	16.738	33,300	27,344
Ballistic Vests 2015	N/A	16.803	7,046	3,586
<b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>				
Through SC Emergency Management Division:				
FEMA - Flood 2015	FEMA 4241-PA-SC	97.036	1,041,814	1,041,814
FEMA - HMGP	FEMA 4166-DR-SC-37	97.039	67,320	54,234
LEMPG 2014 Supplemental	14EMPG01	97.042	9,614	7,895
Local Emergency Mgmt. Planning 2015	15EMPG01	97.042	58,368	58,074
Local SAFER Assistance	EMW-2011-FF-00690	97.083	165,312	37,602
Local SAFER Assistance	EMW-2012-FF-00457	97.083	478,000	34,986
<b>U. S. DEPARTMENT OF TRANSPORTATION</b>				
Federal Aviation Administration				
FAA Fuel Farm	3-45-0038-009-2014	20.106	297,473	81,750
<b>U. S. DEPARTMENT OF AGRICULTURE</b>				
Rural Utilities Service Direct Loan:				
Water/Waste Disposal - Rural Communities	11160-0014	10.760	1,436,000	1,436,000
Rural Utilities Service Grants:				
Phase IB Water Project	11160-0014	10.760	821,000	538,378
Phase IC Water Project	R-14-1038	10.760	469,396	469,396
<b>U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>				
Through Department of Social Services:				
Office of Child Support Enforcement:				
Filing Fees	G-04SC404	93.563		18,300
Federal Financial Assistance	G-04SC404	93.563		28,241
Clerk of Court Incentive (IV-D)	G-04SC404	93.563		28,628
Family Court	G-04SC404	93.563		103,159
Sheriff's Department	G-04SC404	93.563		7,739
<b>TOTAL FEDERAL ASSISTANCE</b>				<u>\$ 4,031,309</u>

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
NOTE TO SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2016**

**NOTE A- BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Clarendon County and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2016**

**A. Summary of Audit Results**

1. The auditor's report expresses an unmodified opinion on the financial statements of Clarendon County.
2. No significant deficiencies or material weaknesses were disclosed during the audit of the financial statements and is reported in the *Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Governmental Auditing Standards*.
3. No instances of noncompliance material to the financial statements of Clarendon County, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies or material weaknesses in internal control over major federal awards programs for Clarendon County were disclosed during the audit and are reported in the *Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance in Accordance With the Uniform Guidance*.
5. The auditor's report on compliance for the major federal award programs for Clarendon County expresses an unmodified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this Schedule.
7. The programs tested as major programs included:
  - FEMA – Flood 2015 CFDA #97.036
  - RUS – Loan/Grants CFDA#10.760
8. The threshold used for distinguishing Type A and Type B programs was \$750,000.
9. Clarendon County was determined to be a low-risk auditee.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2016**

**I. Financial Statement Findings**

None.

**II. Major Federal Award Programs Findings**

None.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2016**

**I. Financial Statement Findings**

None.

**II. Major Federal Award Programs Findings**

None.

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
STATISTICAL SECTION**

The information in this section is not covered by the Independent Auditor's Report, but is presented as supplemental data for the benefit of the readers of the annual financial report. The objective of the statistical section information is to provide financial statement users with additional detailed information as a context for understanding what the information in the basic financial statements, notes to the basic financial statements, required supplementary information and other supplementary data says about the County's overall financial health.

**Five Year Summary of the General Fund**

The following is a summary of the General Fund revenues and expenditures for the fiscal year ended June 30, 2012 through 2016 (audited) and the budget for fiscal year 2017.

(000's omitted)	2012	2013	2014	2015	2016	2017 Budget
<b>REVENUES</b>						
Taxes	\$ 13,473	\$ 13,817	\$ 14,499	\$ 15,244	\$ 16,047	\$ 16,334
Licenses and permits	88	96	105	100	90	102
Intergovernmental	1,973	2,373	3,559	2,877	3,315	1,679
Charges for service	1,210	1,161	1,138	1,219	1,226	1,499
Fine and forfeitures	544	449	448	456	474	438
Investment income	5	2	2	5	2	5
Miscellaneous	687	458	527	551	516	543
Total revenue	<u>17,980</u>	<u>18,356</u>	<u>20,278</u>	<u>20,452</u>	<u>21,670</u>	<u>20,600</u>
<b>EXPENDITURES</b>						
General government	4,910	5,097	6,291	5,488	8,114	5,340
Public safety	6,707	6,794	6,881	6,854	7,534	7,763
Physical environment	2,947	3,082	3,271	3,453	3,582	3,726
Transportation	189	219	199	454	209	221
Economic environment	714	726	632	617	627	651
Agencies	1,006	1,023	906	899	843	931
Culture and recreation	453	488	503	530	529	521
Court related	1,389	1,516	1,529	1,586	1,535	1,597
Total expenditures	<u>18,315</u>	<u>18,945</u>	<u>20,212</u>	<u>19,881</u>	<u>22,973</u>	<u>20,750</u>
Excess of revenues over/(under) expenditures	(335)	(589)	66	571	(1,303)	(150)
<b>OTHER SOURCES (USES)</b>						
Sale of assets	101	192	2	49	76	25
Transfers	(264)	(18)	(29)	(9)	60	25
Net other financing sources	<u>(163)</u>	<u>174</u>	<u>(27)</u>	<u>40</u>	<u>136</u>	<u>50</u>
Net change in fund balance	<u>(498)</u>	<u>(415)</u>	<u>39</u>	<u>611</u>	<u>(1,167)</u>	<u>(100)</u>
Fund balance at beginning of year	<u>3,835</u>	<u>3,337</u>	<u>2,922</u>	<u>2,961</u>	<u>3,572</u>	<u>2,405</u>
Fund balance at end of year	<u>\$ 3,337</u>	<u>\$ 2,922</u>	<u>\$ 2,961</u>	<u>\$ 3,572</u>	<u>\$ 2,405</u>	<u>\$2,305</u>
Ending fund balance as % of total expenditures	18.2%	15.4%	14.6%	18.0%	10.5%	11.1%

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
STATISTICAL SECTION**

**Assessed Values of the County**

The assessed value of all taxable property in the County for the last ten (10) years for which data is available is set forth below:

(000's omitted)

<u>Tax Year</u>	<u>Real Property</u>	<u>Personal</u>	<u>SCTC</u>	<u>Manu- facturing</u>	<u>Vehicles</u>	<u>Fee-in-Lieu Taxes</u>	<u>Total Taxable Property*</u>
2006	53,271	1,414	8,073	1,827	11,166	1,488	77,239
2007	56,282	1,575	7,953	1,492	11,284	1,362	79,948
2008	65,487	1,623	8,298	1,416	10,228	987	88,039
2009	69,143	1,635	9,004	1,530	9,485	578	91,375
2010	69,747	1,308	9,197	1,812	8,047	768	90,879
2011	73,678	1,399	9,249	870	9,557	458	95,211
2012	73,084	1,312	9,395	1,132	10,260	3,866	99,049
2013	74,211	1,259	9,274	1,119	11,276	4,129	101,268
2014	75,097	1,325	9,920	712	11,542	4,305	102,901
2015	75,725	1,297	9,863	353	12,699	4,806	104,743

Source: Clarendon County Auditor

\* The assessed value of Merchant's Inventory (\$688,290) is not included in this table

Note that the assessed values are established by the County Assessor and the South Carolina Department of Revenue at various rates between 4 and 10.5 percent of the estimated market value.

**Largest Taxpayers**

The ten (10) largest taxpayers in the County, the total amount of County taxes paid with ranking and percentage of total assessed value of the taxable property of each for the fiscal year 2016 (tax year 2015) and the prior year are reflected below:

(000's omitted)

<u>Taxpayer</u>	<u>Fiscal Year 2016 (Tax Year 2015)</u>			<u>Fiscal Year 2015 (Tax Year 2014)</u>		
	<u>Total Taxes Paid</u>	<u>Rank *</u>	<u>Percentage of Total Taxable Assessed Value</u>	<u>Total Taxes Paid</u>	<u>Rank *</u>	<u>Percentage of Total Taxable Assessed Value</u>
Georgia Pacific Clarendon LP	\$ 875	1	3.25%	\$ 875	1	3.31%
Santee Electric Co-op, Inc.	854	2	2.30%	813	2	2.26%
Duke Energy Progress, Inc.	744	3	1.76%	690	3	1.68%
Black River Electric Co-op	269	4	0.75%	262	4	0.76%
FTC Communications	237	5	0.59%	248	5	0.63%
Wal-Mart Real Estate	233	6	0.52%	231	6	0.53%
CSX Transport	195	7	0.56%	191	7	0.56%
Central Electric Power Co-op, Inc.	170	8	0.43%	178	8	0.47%
FTC Diversified Services, Inc.	119	9	0.25%	-	-	-
ACM Investment Co., LLC	101	10	0.30%	98	9	0.30%
Suri Industries	-	-	-	67	10	0.27%
<b>Totals</b>	<b>\$ 3,797</b>		<b>10.71%</b>	<b>\$ 3,653</b>		<b>10.77%</b>

Source: Clarendon County Treasurer

\*Ranking based on total taxes paid and not taxable assessed value

**CLARENDON COUNTY  
MANNING, SOUTH CAROLINA  
STATISTICAL SECTION**

**Tax Collection Record**

The following table shows all of the County's property taxes levied for governmental services as of June 30 of the year following the year in which the levy was made, and the amount of delinquent taxes collected for the fiscal years shown. Delinquent taxes include taxes levied in prior years but collected in the year shown.

(000's omitted)

Fiscal Year Ended June 30th	Budgeted Tax Collections	Budgeted Delinquent Tax Collections	Budgeted Total Collections	Current Tax Collections	Delinquent Tax Collections	Total Tax Collections
2009	\$ 11,221	\$ 980	\$ 12,201	\$ 10,899	\$ 1,671	\$ 12,570
2010	12,162	1,055	13,217	12,356	1,521	13,877
2011	12,929	1,330	14,259	12,086	1,717	13,803
2012	12,735	1,399	14,134	11,761	1,743	13,504
2013	13,049	1,540	14,589	12,494	1,601	14,095
2014	13,238	1,300	14,538	13,209	1,667	14,876
2015	13,814	1,640	15,454	14,476	1,686	16,162
2016	14,951	1,860	16,811	14,989	1,713	16,702

**Hospitality Fee Collections**

The following table shows the County's collection of its Hospitality fee levied on prepared foods and beverages for the last five fiscal years.

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
July	\$ 22,326	\$ 23,088	\$ 25,312	\$ 18,928	\$ 27,412
August	20,884	22,192	20,781	27,812	28,660
September	20,143	25,044	30,687	27,815	25,430
October	19,169	18,876	27,162	20,200	23,338
November	17,421	19,241	21,481	16,447	19,508
December	20,923	22,203	23,175	34,205	7,612
January	22,306	22,813	22,128	26,609	29,685
February	28,259	24,440	25,594	27,791	34,647
March	27,861	24,643	27,096	26,089	25,261
April	22,618	20,006	23,850	28,919	23,014
May	22,785	21,502	25,696	24,902	26,957
June	<u>23,224</u>	<u>21,663</u>	<u>28,040</u>	<u>31,487</u>	<u>26,186</u>
<b>Total</b>	<b><u>\$ 267,919</u></b>	<b><u>\$ 265,711</u></b>	<b><u>\$ 301,002</u></b>	<b><u>\$ 311,204</u></b>	<b><u>\$ 297,710</u></b>